

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

House of Representatives

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	376.0	50,914	50,939
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Actuarial Consulting Services	0.0	0	20
2. Project Citizen	0.0	0	0
3. Developmental Disabilities Study	0.0	75	75
Total Policy Changes	0.0	75	95
1999-01 Revised Appropriations	376.0	50,989	51,034

Comments:

1. Actuarial Consulting Services - Additional funding is provided for actuarial consulting services purchased by the Pension Funding Council.

2. Project Citizen - Funding for Project Citizen is shifted from fiscal year 2000 to fiscal year 2001, so that the moneys can be expended throughout the 1999-01 biennium. Project Citizen is a program presented by the National Conference of State Legislatures and the Center for Civic Education to promote participation in government by middle school students.

3. Developmental Disabilities Study - Funding is provided for the Legislature to obtain expert consultation on legal and policy issues of involuntary commitment for persons with developmental disabilities. The 1999-01 biennial appropriations act provides more than \$14 million to the Department of Social and Health Services to improve services to persons with developmental disabilities who are involuntarily committed in institutions. Funding will enable a study of legal, fiscal, and policy issues surrounding various long-range alternatives, so that the state is well informed if it chooses to fundamentally alter the state's involuntary treatment system under chapter 71.05 RCW.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

Senate

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	297.6	41,274	41,299
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Actuarial Consulting Services	0.0	0	20
2. Project Citizen	0.0	0	0
3. Developmental Disabilities Study	0.0	75	75
4. Health Insurance Actuarial Services	0.0	10	10
Total Policy Changes	0.0	85	105
1999-01 Revised Appropriations	297.6	41,359	41,404

Comments:

1. Actuarial Consulting Services - Funding is provided for actuarial services provided to the Pension Funding Council.

2. Project Citizen - The 1999 Legislature appropriated \$25,000 for Fiscal Year 2000 allocation to Project Citizen, a program presented by the National Conference of State Legislatures and the Center for Civic Education to promote participation in government by middle school students. The fiscal year allocation of this appropriation is adjusted to allow the moneys to be expended throughout the 1999-01 bienium, with no increase in the appropriation.

3. Developmental Disabilities Study - The 1999-01 biennial appropriations act provides more than \$14 million to the Department of Social and Health Services to improve services to persons with developmental disabilities who need involuntary commitment. Prior to implementing any fundamental alternation in the state's involuntary treatment system under chapter 71.05 RCW, the Legislature finds that, while making significant improvements in the care of these clients, a review of long-range alternatives and their legal, fiscal, and policy implications is in order. Funding is provided for the Legislature to obtain expert consultation on legal and policy issues related to options for caring for persons with developmental disabilities who need involuntary commitment.

4. Health Insurance Actuarial Services - Funding is provided in Fiscal Year 2001 to retain actuarial consulting services relating to the funding of health care insurance.

1999-01 Revised Budget (2000 Supp)
Jt Leg Audit & Review Committee
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	18.0	3,265	3,265
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Transitional Bilingual Progrm Study	0.0	135	135
2. Special education study	0.0	110	110
Total Policy Changes	0.0	245	245
1999-01 Revised Appropriations	18.0	3,510	3,510

Comments:

1. Transitional Bilingual Progrm Study - Funding is provided for a bilingual education study. The Office of the Superintendent of Public Instruction (OSPI) will provide a follow-up report addressing the implementation of recommendations from the 1992 Legislative Budget Committee report. The JLARC will review the data provided by the OSPI and, if appropriate, make recommendations for changes to the funding allocation methods for transitional bilingual programs.

2. Special education study - Funding is provided for the Committee to conduct an examination of the K-12 special education program focusing on the definition and implementation of excess cost and the ability to determine need for safety net funding. Interim findings are due November 20, 2000, and November 20, 2001, with a final report by June 30, 2002.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

Supreme Court
(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	64.3	9,864	9,864
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Salary Commission Recommendations	0.0	230	230
2. Redistribute Appropriation	0.0	0	0
Total Policy Changes	0.0	230	230
1999-01 Revised Appropriations	64.3	10,094	10,094

Comments:

1. Salary Commission Recommendations - Funding is provided for salary increases awarded to judges by the Citizen's Commission on Salaries for Elected Officials.

2. Redistribute Appropriation - The Supreme Court received \$112,000 for equipment and building maintenance in the 1996 Supplemental Budget for the second year of the biennium. The appropriation is redistributed to provide funding for maintenance issues in each year of the biennium.

1999-01 Revised Budget (2000 Supp)**Court of Appeals**

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	147.1	22,361	22,361
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Salary Commission Recommendations	0.0	388	388
2. Periodic Salary Increments	0.0	30	30
Total Policy Changes	0.0	418	418
1999-01 Revised Appropriations	147.1	22,779	22,779

Comments:

1. Salary Commission Recommendations - Funding is provided to support salary increases awarded to justices by the Citizen's Commission on Salaries for Elected Officials.

2. Periodic Salary Increments - Funds are provided for step increases awarded to state employees who have not yet reached the top of their salary range.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

Office of Administrator for Courts

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	337.0	24,394	66,992
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Mandatory Arbitration Program	0.0	268	268
2. Death Penalty Study	0.3	0	30
3. CASA Funding Transfer	0.0	750	750
4. Superior Court Judges Salaries	0.0	1,570	1,570
5. Newly Appointed Judges	5.0	686	686
6. Information System Job Reclass	0.0	0	1,399
7. Guardian Certification Oversight Bd	0.3	45	45
8. Board for Court Education	0.0	0	74
Total Policy Changes	5.5	3,319	4,822
1999-01 Revised Appropriations	342.5	27,713	71,814

Comments:

1. Mandatory Arbitration Program - Additional funding is provided for the state's portion of the costs of the Superior Court mandatory arbitration program. The increase is necessary to address an unanticipated level of activity in the program.

2. Death Penalty Study - Funding is provided for the Office of the Administrator for the Courts to convene a task force to review whether there are revisions to existing statutes and court rules which, if implemented, would decrease the likelihood of an inappropriate imposition of the death penalty. (Public Safety and Education Account)

3. CASA Funding Transfer - A portion of the funding for Court Appointed Special Advocate programs is transferred from the Department of Community, Trade and Economic Development to the Office of the Administrator for the Courts, effective July 1, 2000.

4. Superior Court Judges Salaries - Funding is provided for Superior Court Judges' salary increases based on the recommendation of the Washington Citizen's Commission on Salaries for Elected Officials.

5. Newly Appointed Judges - Funding is provided for the state's share of the salary and benefits of recently appointed superior court judges in Spokane, Snohomish, Pierce, Lewis, and King counties.

6. Information System Job Reclass - Funding is provided for the reclassification of positions by the Washington Personnel Resources Board as required in Chapter 309, Laws of 1999. The reclassification is funded at this time because the salaries of judicial branch agency employees are not evaluated under the 6767 process. (Judicial Information Systems Account)

7. Guardian Certification Oversight Bd - Chapter 312, Laws of 1997 (ESHB 1771) required the Office of the Administrator for the Courts to establish certification requirements for guardians for persons and/or the estates of incapacitated persons. One-time funding is provided to implement the certification program. In future biennia, the program is expected to be self-supporting.

8. Board for Court Education - The Board for Court Education has experienced a significant increase in attendance by new judges and court managers. Funding is provided to manage the increase in participation and the increase in rental costs for meeting facilities. (Public Safety and Education Account)

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

Office of Public Defense

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	5.5	0	12,440
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Indigent Representation Pilot	0.0	500	500
2. DNA Testing Evaluation	0.0	0	50
Total Policy Changes	0.0	500	550
1999-01 Revised Appropriations	5.5	500	12,990

Comments:

1. Indigent Representation Pilot - Funding is provided to the Office to conduct a pilot program to enhance the quality of legal representation for indigent individuals in two juvenile courts. The pilot program will seek to reduce the number of continuances sought by defense attorneys in dependency hearings and thus reduce the amount of time dependents must stay in foster care.

2. DNA Testing Evaluation - SHB 2491 (DNA testing of prisoners) establishes a more formalized DNA testing process for persons sentenced to death or life imprisonment without the possibility of release or parole. Funding is provided for the Office of Public Defense (OPD) to evaluate the more formalized testing process. Additionally, OPD will provide an estimate of the number of people convicted of crimes where DNA evidence did not meet scientific standards or wasn't sufficiently developed to test the evidence. (Public Safety and Education Account)

1999-01 Revised Budget (2000 Supp)
Office of the Governor
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	69.0	11,482	12,856
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Federal Salmon Recovery Funding	0.0	0	-465
2. Medal of Valor - SB 5408	0.0	3	3
3. Puget Sound Action Team	-5.5	-79	-79
Total Policy Changes	-5.5	-76	-541
1999-01 Revised Appropriations	63.5	11,406	12,315

Comments:

1. Federal Salmon Recovery Funding - Funding is reduced because federal funding for salmon recovery efforts is less than the amount assumed in the biennial budget. (General Fund-Federal)

2. Medal of Valor - SB 5408 - Funding is provided to implement Substitute Senate Bill 5408, which establishes the state Medal of Valor.

3. Puget Sound Action Team - Funding is reduced for administration of the Puget Sound Water Quality Plan.

1999-01 Revised Budget (2000 Supp)
Office of the Lieutenant Governor
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	5.0	665	825
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Printing Costs	0.0	5	5
2. Acting Governor Pay	0.0	4	4
3. Salary Commission Recommendation	0.0	12	12
Total Policy Changes	0.0	21	21
1999-01 Revised Appropriations	5.0	686	846

Comments:

1. Printing Costs - Funding is provided to cover higher than anticipated demand for the guide "Take a Page From Our Book," which is published by the agency to educate the community about ways to prevent substance abuse and violence.

2. Acting Governor Pay - Funding is provided for increased compensation for the Lieutenant Governor when he acts in the Governor's absence. For each day as acting governor, RCW 43.03.011 mandates compensation of 1/260th of the difference between the Lieutenant Governor's and the Governor's salaries. The Citizen's Commission on Salaries for Elected Officials increased the pay level for the Governor in September 1999 and September 2000.

3. Salary Commission Recommendation - Funding is provided for a salary increase approved by the Citizen's Commission on Salaries for Elected Officials.

1999-01 Revised Budget (2000 Supp)
Public Disclosure Commission
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	20.7	3,220	3,220
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Implement Electronic Filing Bill	2.5	674	674
2. Additional Administrative Expenses	0.1	27	27
Total Policy Changes	2.6	701	701
1999-01 Revised Appropriations	23.3	3,921	3,921

Comments:

1. Implement Electronic Filing Bill - Additional funding is provided for the Public Disclosure Commission to implement the electronic filing requirements for political action committees and lobbyists under Engrossed Second Substitute Senate Bill 5931 (chapter 401, Laws of 1999).

2. Additional Administrative Expenses - The Public Disclosure Commission has contracted with the Department of Personnel to conduct a search for a new Executive Director. Funding is also provided to pay for the accumulated unused annual leave of the Executive Director who resigned in August.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

Office of the Secretary of State

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	176.0	22,434	33,725
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Office of Hist. Presv Task Force	0.0	0	0
2. Archives Security Microfilm Project	4.0	0	1,542
3. Puget Sound Archives - Research	0.0	0	88
4. Medal of Valor - SB 5408	0.0	8	8
Total Policy Changes	4.0	8	1,638
1999-01 Revised Appropriations	180.0	22,442	35,363

Comments:

1. Office of Hist. Presv Task Force - Funding for the Task Force on Archaeology and Historic Preservation is shifted from fiscal year 2000 to fiscal year 2001 to facilitate completion of the Task Force's report by December 31, 2000.

2. Archives Security Microfilm Project - One-time funding and staff are provided to complete emergency restoration of essential local government microfilm records which are deteriorating due to ongoing chemical reactions, and which will be unreadable within a few years. (Archives and Records Management Account-Private/Local)

3. Puget Sound Archives - Research - Ongoing funding is provided to meet increased demand for copies of public records of historical value. (Archives and Records Management Account-State)

4. Medal of Valor - SB 5408 - Funding is provided to implement Substitute Senate Bill 5408, establishing the state Medal of Valor.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

Office of the State Treasurer

(Dollars in Thousands)

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	72.5	0	13,487
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Debt Management Compliance	1.3	0	757
Total Policy Changes	1.3	0	757
1999-01 Revised Appropriations	73.8	0	14,244

Comments:

1. Debt Management Compliance - Funding is provided for a compliance review of certain Washington general obligation bonds, and for two FTE staff positions to ensure compliance with IRS regulations, SEC securities laws, and to address the workload associated with Ref. 49, Initiative 695, Stadium & Exhibition Center activity, Housing Trust Fund review/audit, private activity monitoring, and the secondary market disclosure requirements. (State Treasurer's Service Account)

1999-01 Revised Budget (2000 Supp)
Comm Salaries for Elected Officials
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.9	150	150
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Office Operations	0.0	35	35
2. Unemployment Insurance	0.0	10	10
Total Policy Changes	0.0	45	45
1999-01 Revised Appropriations	0.9	195	195

Comments:

1. Office Operations - Funding is provided for the following: office rent for the remainder of the biennium, increased AFRS and consolidated mail costs, Department of General Administration consulting services, and unexpected commission meeting costs related to litigation. Funding for attorney general and settlement costs associated with recent litigation is provided in a special appropriation to the Governor in a different section of the budget.

2. Unemployment Insurance - Funding is provided for unemployment insurance compensation costs for a former employee.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

Office of the Attorney General

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	1,026.9	7,795	155,280
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Medicaid Fraud	1.3	79	314
2. Industrial Insurance Appeals Judges	2.0	0	510
3. Salary Commission Defense Costs	0.1	0	32
4. Natural Resources Workload	0.3	0	75
5. Initiative 695 Defense Costs	2.3	462	462
6. Electronic Privacy and Enforcement	0.5	100	100
7. Vulnerable Adults	1.7	0	486
8. Liquor Tax Authority Enforcement	0.5	200	200
Total Policy Changes	8.5	841	2,179
1999-01 Revised Appropriations	1,035.4	8,636	157,459

Comments:

1. Medicaid Fraud - Funding is provided for an additional assistant attorney general and investigator/analyst in the Medicaid Fraud Control Unit to increase investigatory and prosecutorial capacity. A federal grant from the Office of Inspector General/Health and Human Services provides 75 percent of the funding for this item. (General Fund-State, General Fund-Federal)

2. Industrial Insurance Appeals Judges - Funding is provided for four assistant attorney general (AAG) positions to handle the increased workload generated by five new industrial insurance appeals judges. The additional AAGs will prepare the Department of Labor and Industries for industrial insurance hearings in accordance with the timelines required by law. (Legal Services Revolving Account)

3. Salary Commission Defense Costs - Funding is provided for legal services that were provided to litigate a lawsuit filed by a citizen's group against the Washington Citizens' Commission on Salaries for Elected Officials. Of the funds provided, \$23,000 represents a one-time increase in authority. (Legal Services Revolving Account)

4. Natural Resources Workload - Funding is provided for the Department of Fish and Wildlife to address federal legislation allowing the agency to expedite its implementation of rules under the Endangered Species Act (ESA). (Legal Services Revolving Account)

5. Initiative 695 Defense Costs - Funding is provided starting January 2000 for the establishment of a three-person legal defense team, consisting of a senior assistant attorney general, an assistant attorney general, and a paralegal. The team will address the estimated three to six lawsuits that may be filed to challenge the legality of Initiative 695.

6. Electronic Privacy and Enforcement - Funding is provided for an additional FTE staff position in the criminal justice division of the Attorney General's Office to handle law enforcement and privacy issues relating to the internet and electronic communications.

7. Vulnerable Adults - Funding is provided to increase attorney general support of several activities related to vulnerable adults. Activities performed by the new staff include providing technical assistance for guardianships, financial exploitation cases, protection orders and assistance to police and prosecutors dealing with vulnerable adults. (Legal Services Revolving Fund)

8. Liquor Tax Authority Enforcement - Funding is provided for costs associated with enforcing state authority on taxation of liquor, with respect to regulation activity conducted by the Confederated Tribes and Bands of the Yakama Nation.

1999-01 Revised Budget (2000 Supp)
Caseload Forecast Council
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	5.0	810	810
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Community Supervision Forecast	0.6	100	100
Total Policy Changes	0.6	100	100
1999-01 Revised Appropriations	5.6	910	910

Comments:

1. Community Supervision Forecast - Funding is provided to implement House Bill 2344, which requires the Council to forecast state correctional noninstitutional supervision caseloads. Previously, the Department of Corrections had this responsibility.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

Dept Community, Trade, Econ Dev

12:38 pm

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	329.3	143,856	340,532
Total Maintenance Changes	0.0	0	-182
2000 Policy Changes:			
1. SIRT Technology Commercialization	0.0	425	425
2. Community Econ Revitalization Team	1.0	200	200
3. Dev Disabilities Endowment Fund	2.0	284	284
4. Office Archaeology & Historic Pres	0.0	80	80
5. New Business for Rural Washington	0.8	250	250
6. Federal Authority Adjustment	0.0	0	17,700
7. Film & Video Promotion Account	0.0	0	40
8. HB 2460 - Comm Emp Zones	0.5	62	62
9. Sexual Assault Center Assistance	0.0	0	300
10. Community Housing for Disabled	0.0	0	85
11. NEA Millenium Project	0.0	5	5
12. Transfer to DASA	0.0	-173	-173
13. Overnight Youth Shelters	0.0	100	100
14. Community Voice Mail	0.0	50	50
15. Loghouse museum	0.0	75	75
16. EFSEC study	0.0	25	25
17. CASA Funding Transfer	0.0	-750	-750
18. Community Services Facilities Prog	0.0	953	953
Total Policy Changes	4.3	1,586	19,711
1999-01 Revised Appropriations	333.6	145,442	360,061

Comments:

1. SIRT Technology Commercialization - Funding is provided to continue technology commercialization activities. This amount is contingent on the completion and submission of a plan developed by Spokane Intercollegiate Research and Technology Institute (SIRTI) and Washington State University (WSU). This plan will identify how SIRTI and WSU will work collaboratively to fulfill the current SIRTI goals and mission, strategies for acquiring non-state resources to reduce the need for state funding for SIRTI activities, and performance measures for evaluating the economic impacts of SIRTI efforts on the Eastern Washington economy.

2. Community Econ Revitalization Team - Second year funding is provided to maintain the Washington Community Economic Revitalization Team, which helps rural communities identify, coordinate, and package state and federal resources to accomplish local economic development priority projects. Funding for the interagency agreement with the Governor's Office is eliminated.

3. Dev Disabilities Endowment Fund - Funding is provided to contract for a needs assessment and actuarial analysis to guide fund planning and decision making, and to carry out rule making, pursuant to Chapter 384, Laws of 1999.

4. Office Archaeology & Historic Pres - Funding is provided to fill a staff position to address workload increases related to federally mandated reviews of historic and cultural resources at state and federal project sites. This funding assumes that savings will be realized from the Office remaining at their current location.

5. New Business for Rural Washington - Funding is provided to develop Washington State's proposal to Lockheed Martin for the VentureStar project in Moses Lake. VentureStar is a reusable space vehicle designed to support satellite launch and repair, International Space Station development, and government and scientific research.

1999-01 Revised Budget (2000 Supp)
Dept Community, Trade, Econ Dev

Wednesday, April 26, 2000
12:38 pm

6. Federal Authority Adjustment - Federal appropriation authority is increased to reflect the most current projections of federal funds expected to be received and spent during the 1999-01 biennium. The amounts provided include authority for the Byrne Grant award. (General Fund-Federal)

7. Film & Video Promotion Account - Authority is provided to the Washington State Film Office to promote in-state, on-location production by the film and video industry. (Film and Video Promotion Account)

8. HB 2460 - Comm Emp Zones - Funding is provided to implement SHB 2460, regarding Community Empowerment Zones (CEZs). Funding is provided for staff for the coordination, application, and selection of an additional CEZ designated-area. The evaluation of the program is to be conducted using available tools and methodologies.

9. Sexual Assault Center Assistance - Additional state funding is provided to the Office of Crime Victims' Advocacy for distribution to local centers for sexual assault prevention and treatment. (Public Safety and Education Account - State)

10. Community Housing for Disabled - Funding is provided to implement the provisions of ESB 6805 (Apportioning a Sales and Use Tax for Zoos, Aquariums, Wildlife Preserves, and Parks) regarding the operations and maintenance of community-based housing for disabled youth or for persons who are mentally ill or who have developmental disabilities. (Washington Housing Trust Account -- State)

11. NEA Millenium Project - Funding is provided to support the Washington State Millenium Project as designated by the National Endowment for the Arts. The project will feature the design and construction of structures in Yakima, Wapato, Toppenish, and Ellensburg that reflect the diverse populations of the Yakima River corridor. The project is also supported by a federal NEA grant.

12. Transfer to DASA - Funding is transferred to the Department of Social and Health Services, Division of Alcohol and Substance Abuse, for services to women who give birth to infants exposed to the non-prescription use of controlled substances and or abuse of alcohol by the mother during pregnancy.

13. Overnight Youth Shelters - One-time funding is provided to assist currently licensed overnight youth shelters to meet Department of Social and Health Services licensing requirements. Funds may be used to provide staff, food, beds, or facility maintenance. Shelters are encouraged to seek other sources of funding to maintain service levels within licensing requirements.

14. Community Voice Mail - Funding is provided for pilot projects that provide voice mail services to homeless families and individuals. Community agencies with existing programs to serve the homeless may apply for start-up and ongoing service grants. The department shall require grant recipients to collect outcome data that will help determine if the service is accomplishing this purpose.

15. Loghouse museum - Funds are provided as a grant for the support of the Southwest Seattle Historical Society Loghouse museum.

16. EFSEC study - Funding is provided for a review of current energy siting statutes and a report of recommendations to the Legislature.

17. CASA Funding Transfer - A portion of the funding for the Court Appointed Special Advocate program is transferred from the department to the Office of Administrator for the Courts, effective July 1, 2000.

18. Community Services Facilities Prog - Funds are provided for deposit into the State Building Construction Account for the purpose of expanding grants to currently approved and prioritized projects.

1999-01 Revised Budget (2000 Supp)
Office of Financial Management
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	207.3	24,646	63,101
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. WDFW Business System Improvement	0.0	200	200
2. K12 Regional Cost Differences Study	0.0	30	30
3. Ferry Capital Program Audit	0.0	243	243
4. Social Services Contracting Project	0.0	329	329
5. Health Insurance Task Force	0.0	75	75
6. Improving State Contracting	0.5	285	285
Total Policy Changes	0.5	1,162	1,162
1999-01 Revised Appropriations	207.8	25,808	64,263

Comments:

1. WDFW Business System Improvement - Funding is provided to continue business and information systems improvements started in 1998. Funds shall be used to continue the network upgrade and the replacement of personal computers.

2. K12 Regional Cost Differences Study - Funding is provided for a review of regional cost differences, including housing costs. The study will include options to mitigate regional cost differences. A report will be submitted to the Legislature by December 15, 2000.

3. Ferry Capital Program Audit - Funding is provided for an audit of the state ferry capital program. The audit will evaluate whether the ferry system is acquiring, protecting and using its resources economically and efficiently; the causes of inefficiencies or uneconomical practices; and whether the ferry system has complied with laws and regulations governing economy and efficiency. The audit report is to be completed and delivered to the Governor and the Legislature by January 1, 2001.

4. Social Services Contracting Project - Funding is provided to implement the recommendations of the Task Force on Agency Vendor Contracting Practices regarding a centralized contract database to provide access to information on social service contracting across state agencies.

5. Health Insurance Task Force - Funds are provided on a one-time basis for the Task Force on Health Care Reinsurance established by Second Substitute Senate Bill 6067 (health care coverage).

6. Improving State Contracting - The Office of Financial Management is provided funding to improve the oversight and administration of state personal services and client services contracts by developing and publishing state guidelines, providing training to agency personnel, and performing periodic risk-based audits.

1999-01 Revised Budget (2000 Supp)
Washington State Gambling Comm
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	163.6	0	22,658
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Enhanced Card Room Regulation	20.3	0	3,035
2. Tribal Lottery System	4.5	0	742
3. Nonprofit Coordinator	1.0	0	159
4. Headquarters Relocation/Lease Costs	0.0	0	1,036
Total Policy Changes	25.8	0	4,972
1999-01 Revised Appropriations	189.3	0	27,630

Comments:

1. Enhanced Card Room Regulation - Funding is provided for new FTE staff to regulate an anticipated increase of between 20 and 30 in the number of house-banked cardrooms currently operating in the state. (Gambling Revolving Account-Nonappropriated)

2. Tribal Lottery System - Funding is provided for the testing and approval of electronic gaming systems in tribal casinos. Several tribes entered into compacts with the Governor and the Commission in December 1998 to allow the tribes to have such machines in their casinos, provided that they reimburse the Commission for the costs of regulating the machines. Funding and additional staff will be used to test and monitor the machines' usage and to regularly review resulting financial information. (Gambling Revolving Account-Nonappropriated)

3. Nonprofit Coordinator - Funding is provided for one FTE staff to coordinate policy and regulation of nonprofit gambling activities. (Gambling Revolving Account-Nonappropriated)

4. Headquarters Relocation/Lease Costs - On-going funding is provided to cover an increase in the Commission's headquarters lease costs, and one-time funding is provided for relocation costs incurred during the Commission's move to a new headquarters building. (Gambling Revolving Account-Nonappropriated)

1999-01 Revised Budget (2000 Supp)
Department of Retirement Systems
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	265.6	0	45,939
Total Maintenance Changes	0.0	0	254
2000 Policy Changes:			
1. Implement SHB 2604 (Survivor Opt)	0.5	0	293
2. Implement SSB 6530 (Pension Enhnmt)	9.3	0	2,879
Total Policy Changes	9.8	0	3,172
1999-01 Revised Appropriations	275.4	0	49,365

Comments:

1. Implement SHB 2604 (Survivor Opt) - Funding is provided to implement SHB 2604 (Survivor Options). (DRS Expense Account)

2. Implement SSB 6530 (Pension Enhnmt) - Funding is provided to implement ESSB 6530 (PERS Plan 3; early retirement enhancements for Plan 2 and Plan 3 systems). (Department of Retirement Systems Expense Account)

1999-01 Revised Budget (2000 Supp)
State Investment Board
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	49.6	0	10,519
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Increased Workload	3.5	0	618
Total Policy Changes	3.5	0	618
1999-01 Revised Appropriations	53.1	0	11,137

Comments:

1. Increased Workload - The State Investment Board (SIB) is experiencing large workload increases as a result of its implementation of a 1996 asset allocation policy change which expanded the allocation for private equity investments to 15 percent of total retirement trust funds. The SIB believes the superior returns available from private equity investments will far exceed the increased costs of supervising and administering those investments. Funding is provided for seven new positions and related additional expenditures. (State Investment Board Expense Account-State)

1999-01 Revised Budget (2000 Supp)
Municipal Research Council
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	0.0	3,588	4,269
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. I-695 Replacement Funding	0.0	-1,822	-123
Total Policy Changes	0.0	-1,822	-123
1999-01 Revised Appropriations	0.0	1,766	4,146

Comments:

1. I-695 Replacement Funding - The Council's funding was eliminated by Initiative 695. Substitute Senate Bill 6357 replaces funding for the Council's services to cities and towns with liquor sales profits that would otherwise have been distributed to towns and cities. (City and Town Research Services Account)

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

Dept of General Administration

12:38 pm

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	610.8	558	122,227
Total Maintenance Changes	0.0	343	2,343
2000 Policy Changes:			
1. Electronic Procurement Project	0.0	0	3,000
2. Statewide CTR Program Continuation	0.8	0	119
3. Air Pollution Account Reduction	-1.9	0	-284
Total Policy Changes	-1.1	0	2,835
1999-01 Revised Appropriations	609.7	901	127,405

Comments:

1. Electronic Procurement Project - Funding is provided to replace the Office of State Procurement's (OSP) current mainframe-based contract management system with an internet-based system. This system will link OSP customers to suppliers and will support order placement, status tracking, and payment via the internet. (General Administration Services Account-Nonappropriated)

2. Statewide CTR Program Continuation - Funds are provided to continue state agencies' Commute Trip Reduction program at a reduced staffing level. (State Capitol Vehicle Parking Account, General Administration Services Account)

3. Air Pollution Account Reduction - Passage of Initiative 695 eliminated the funding source for the Air Pollution Control Account. Because the Commute Trip Reduction (CTR) program receives its funding from the account, the program's biennial funding authority is reduced from 24 months to 6 months. (Air Pollution Control Account)

1999-01 Revised Budget (2000 Supp)
Department of Information Services
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	428.6	0	219,533
Total Maintenance Changes	0.0	0	-3,360
1999-01 Revised Appropriations	428.6	0	216,173

Comments:

No policy changes were recommended.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

Office of Insurance Commissioner

12:38 pm

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	170.4	0	25,042
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Patient Bill of Rights	1.0	0	167
2. SB 6067 - Individual Market	0.0	0	320
3. Life insurance actuaries	0.5	0	141
Total Policy Changes	1.5	0	628
1999-01 Revised Appropriations	171.9	0	25,670

Comments:

1. Patient Bill of Rights - Funding is provided for the Office of the Insurance Commissioner to implement its responsibilities under 2SSB 6199 (Patient Bill of Rights). (Insurance Commissioner's Regulatory Account)

2. SB 6067 - Individual Market - Funding is provided to implement provisions of SB 6067 (Individual Health Insurance Market). (Insurance Commissioner's Regulatory Account)

3. Life insurance actuaries - Funding is provided for on-going actuarial support to complete the actuarial portion of the backlog of financial examinations. (Insurance Commissioner's Regulatory Account)

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

State Board of Accountancy

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	6.8	0	1,119
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Inform Tech & Communication Upgrade	0.0	0	41
2. Regulatory Reform	0.2	0	58
3. Investigation Staffing	0.5	0	36
Total Policy Changes	0.7	0	135
1999-01 Revised Appropriations	7.5	0	1,254

Comments:

1. Inform Tech & Communication Upgrade - Funding is provided for system and communication upgrades in support of the agency's growing database, and to ensure improved and secure Internet/Intranet communications. (Certified Public Accountants' Account)

2. Regulatory Reform - Funding is provided for regulatory reform activities started in January, in light of national and international changes in accountancy laws in the past three years. Activities include soliciting feedback from licensees and supporting board member training on changes in the legal structure. (Certified Public Accountants' Account)

3. Investigation Staffing - Funding is provided for the transition from contract investigators to a full-time investigator staff position in response to a 30 percent increase in the investigation caseload over the previous biennium. (Certified Public Accountants' Account)

1999-01 Revised Budget (2000 Supp)
WA State Liquor Control Board
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	963.6	2,577	139,951
Total Maintenance Changes	13.0	0	1,985
2000 Policy Changes:			
1. Liquor Officer Training	0.0	0	53
2. Liquor Agencies Advisory Committee	0.0	0	8
Total Policy Changes	0.0	0	61
1999-01 Revised Appropriations	976.6	2,577	141,997

Comments:

1. Liquor Officer Training - Funding is provided for the training of new enforcement officers by the Criminal Justice Training Commission. The Board will reimburse the Commission for the training at the rate of \$8,375 per trainee. The Commission and the Liquor Board will establish a training curriculum that is appropriate for liquor enforcement officers. (Liquor Revolving Account)

2. Liquor Agencies Advisory Committee - Funding is provided for the creation of a liquor agencies advisory committee that will meet at least twice a year and whose purpose is to foster communication between the Legislature, the Board, and liquor agencies. By June 30, 2001, the committee will prepare a report to the Legislature on liquor agencies fees and commissions. (Liquor Revolving Account)

1999-01 Revised Budget (2000 Supp)
Utilities and Transportation Comm
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	160.1	0	26,618
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Fuel Accident Prevention & Response	3.7	0	800
Total Policy Changes	3.7	0	800
1999-01 Revised Appropriations	163.8	0	27,418

Comments:

1. Fuel Accident Prevention & Response - Funding is provided to implement House Bill 2420 (Pipeline Safety). The Commission will adopt a comprehensive program of pipeline safety, develop curricula for prevention of third-party damage to pipelines, and develop a statewide GIS system for gas and hazardous liquid pipelines. (Public Service Revolving Fund-State)

1999-01 Revised Budget (2000 Supp)
Military Department
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	219.4	29,832	182,697
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Disaster Funding Adjustment	0.0	-7,704	-64,853
2. National Guard Cont. Edu. Schlrs	0.0	50	50
3. Readiness Center Adjustment	0.0	0	0
4. Enhanced 911	0.0	0	3,000
5. Enhanced-911 Advisory Committee #	0.0	0	16
6. Air Guard Maintenance	0.0	55	55
7. National Guard Activation - WTO	5.0	0	302
Total Policy Changes	5.0	-7,599	-61,430
1999-01 Revised Appropriations	224.4	22,233	121,267

Comments:

1. Disaster Funding Adjustment - Funding is adjusted to reflect updated projections of the costs associated with disaster recovery efforts occurring in the 1999-01 biennium. The primary reason for the downward adjustment is substantially lower than expected costs in the Public Assistance program. (General Fund-State, Disaster Response Account-State, Disaster Response Account-Federal)

2. National Guard Cont. Edu. Schlrs - Funding is provided to reinstate scholarship funds reduced in the 1999-01 budget. The scholarships provide continuing education for National Guard members.

3. Readiness Center Adjustment - In the original 1999-01 budget, \$3 million in General Fund-State was appropriated to Military Department in FY 2000 for the design and construction of new facilities in Bremerton, Spokane, and Yakima. The Military Department indicates that they will be able to spend \$2 million of the appropriation on the design of the facilities at Bremerton and Spokane, but will be unable to expend the remaining amount on the Yakima facility in FY 2000. For this reason, \$1 million of the appropriation is moved to FY 2001 for the Yakima facility.

4. Enhanced 911 - Contracts to build and equip county enhanced 911 centers begun in the 1997-99 Biennium were delayed. Several counties were unable to complete work on the centers during the biennium. Additional appropriation authority is provided to complete the work and enable other system upgrades. (Enhanced 911 Account)

5. Enhanced-911 Advisory Committee # - Funding is provided for SB 6378, which continues the Enhanced 911 Advisory Committee. Although enhanced 911 service has been delivered to most of the state for wire-line customers, considerable work and statewide coordination efforts are required to implement wireless enhanced 911 capabilities. (Enhanced 911 Account)

6. Air Guard Maintenance - New Air National Guard facilities have recently been constructed. Construction costs are fully paid by the federal government. Maintenance and repair costs are shared between the federal and state governments. State funding is provided as match to federal grants for maintenance and repair of new facilities at Camp Murray and Fairchild Air Force Base.

7. National Guard Activation - WTO - The Governor activated the Washington State National Guard in response to civil disturbances associated with the World Trade Organization conference in Seattle. Funding is provided for the costs associated with the activation. (Disaster Response Account-State)

1999-01 Revised Budget (2000 Supp)
State Convention and Trade Center
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	144.0	0	29,963
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Expansion Debt Service	0.0	0	2,471
Total Policy Changes	0.0	0	2,471
1999-01 Revised Appropriations	144.0	0	32,434

Comments:

1. Expansion Debt Service - Funds are added to cover projected debt service payments related to the Convention Center's expansion Certificates of Participation (COP) authorized in 1995. The additional funding covers the difference between the current and original payment schedules, which differ because of increases in actual interest rates (\$1.771 million). Funding also provides debt service capacity to make initial payments (\$700,000) on the expansion equipment COP that is being issued earlier than anticipated due to adjustments in the construction schedule. (State Convention and Trade Center Account)

1999-01 Revised Budget (2000 Supp)
WA State Health Care Authority
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	290.7	13,004	596,766
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. UDP Benefit Administration	0.0	0	0
2. UMP Claim Admin and Operations	0.0	0	0
3. UMP New Enrollment Admin Costs	0.0	0	3,667
4. Insurance System Study	0.0	0	275
5. UMP Trend Management/Admin.	0.0	0	973
6. Primary Care Study	0.0	0	33
7. Insurance Market Reform	0.0	0	159
8. WSHIP Premium Discounts	0.3	0	200
9. New Individual Market Product	0.5	0	150
10. BHP Enrollment Increase	0.0	0	1,000
Total Policy Changes	0.8	0	6,457
1999-01 Revised Appropriations	291.5	13,004	603,223

Comments:

1. UDP Benefit Administration - The Uniform Medical Plan (UMP) is the state's self-insured preferred provider organization (PPO) which is administered by the Health Care Authority (HCA). The 1999-2001 Operating Budget transferred the estimated costs of claims processing and management contracts from the nonappropriated Public Employees' and Retirees' Insurance Account to the appropriated HCA Administrative Account. Most of these contracted costs are paid on a per subscriber, per month basis and therefore vary directly with changes in the total UMP membership. The appropriation does not allow the flexibility necessary to respond to potentially large shifts in enrollment between managed care plans and the UMP during open enrollment periods. UMP contract expenditures for claims administration, data analysis, utilization management, and preferred provider administration from the appropriated HCA Administrative Account to a new non-appropriated, budgeted UMP Benefits Administration Account. The associated revenue for these activities will also be transferred. Funding for other administrative activities, such as third-party risk adjustment, the cardiac outcomes assessment program, and new activities funded in the 1999 budget, are not transferred. (Health Care Authority Administrative Account, UMP Benefits Administration Account-Non-appropriated)

2. UMP Claim Admin and Operations - The Uniform Medical Plan (UMP) is the state's self-insured preferred provider organization (PPO) which is administered by the Health Care Authority (HCA). The 1999-01 Operating Budget transferred the estimated costs of claims processing and management contracts from the nonappropriated Public Employees' and Retirees' Insurance Account to the appropriated HCA Administrative Account. Some of these contracted costs are paid on a per subscriber, per month basis and vary directly with changes in the total UMP membership. The appropriation does not allow the flexibility necessary to respond to potentially large shifts in enrollment between managed care plans and the UMP during open enrollment. UMP contract expenditures are transferred from the appropriated HCA Administrative Account to a new non-appropriated, budgeted UMP Claims Administration Account. Expenditures from the non-appropriated account will be for contract costs that fluctuate with UMP enrollment: claims administration, utilization management, PPO administration and data analysis. (HCA Administrative Account, UMP Claims Administration Account-Non-appropriated)

3. UMP New Enrollment Admin Costs - Funding is provided for increases in non-appropriated benefit administration costs caused by enrollment growth in the UMP for CY 2000. (Uniform Medical Plan Benefits Administration Account - non appropriated)

1999-01 Revised Budget (2000 Supp)
WA State Health Care AuthorityWednesday, April 26, 2000
12:38 pm

4. Insurance System Study - Funding is provided for the Health Care Authority to initiate a study of their insurance systems (both Public Employees Benefits Funding and Basic Health Plan). The study will provide direction for a possible systems redesign in the 2001-03 Biennium. Total cost for the study is expected to be approximately \$275,000; \$164,000 is funded from the Health Services Account. It is anticipated that the Health Services Account savings that will result from a more efficient system in the 2001-03 biennium will be used in part to cover any increased administrative costs associated with implementation of the self-insured BHP program authorized by E2SSB 6067. (Health Care Authority Administrative Account, Health Services Account)

5. UMP Trend Management/Admin. - Funding is provided for the UMP to increase actuarial services in support of claims trend management, and vendor contract procurement, and for a reimbursement systems specialist position to update and maintain UMP reimbursement systems. Funding is also provided for a continuation of current credentialing verification organization contracts and for testing of UMP payment systems. (Health Care Authority Administrative Account)

6. Primary Care Study - Funding is provided for the Health Care Authority to study how public payment rates for primary health care services compare with those paid by commercial insurers; the level of publicly-funded clients which constitutes a disproportionate share of a primary care practice; and what impact such a level has on the practice's financial viability. (Health Services Account)

7. Insurance Market Reform - Substitute Senate Bill 6067 seeks to increase the availability of individual insurance coverage by providing for expanded enrollment in the Washington State High-Risk Insurance Pool (WSHIP). The amount by which WSHIP claims exceed the premiums paid by enrollees will be covered through assessments on insurance carriers, who are in turn likely to pass on the cost in premium increases. Funding is provided for the projected impact of these assessments on the the Basic Health Plan. (Health Services Account)

8. WSHIP Premium Discounts - As authorized by Substitute Senate Bill 6067, funding is provided for state-subsidized premium discounts for high-risk pool (WSHIP) enrollees age fifty and older who are not on Medicare, and who have family incomes between 200 percent and 300 percent of the federal poverty level. Of the total funds provided, \$75,000 are for one-time costs associated with establishing ongoing systems for administering the premium discounts. (Health Services Account)

9. New Individual Market Product - As required by Substitute Senate Bill 6067, the Health Care Authority is to design a new program which would provide catastrophic insurance coverage in counties where no other individual insurance coverage is available. The recommended product design is to be available for consideration during the budget process for the 2001-03 biennium. (Health Services Account)

10. BHP Enrollment Increase - Current estimates indicate that the original appropriation for the Basic Health Plan can support an enrollment level of 132,640 from July 2000 through June 2001. Funding is provided for the enrollment of an additional 570 adults beginning July 1, 2000. (Health Services Account-State)

1999-01 Revised Budget (2000 Supp)
Human Rights Commission
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	52.4	5,086	6,660
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Information to Small Businesses	0.0	61	61
Total Policy Changes	0.0	61	61
1999-01 Revised Appropriations	52.4	5,147	6,721

Comments:

1. Information to Small Businesses - One-time funding is provided for the Commission to educate owners of businesses with fewer than eight employees about the recent state supreme court decision, *Roberts vs. Dudley*. (General Fund-State)

1999-01 Revised Budget (2000 Supp)
Criminal Justice Training Comm
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	31.1	0	17,607
Total Maintenance Changes	0.0	0	-102
2000 Policy Changes:			
1. Domestic Violence Initiative *	0.0	0	50
2. Law Enforcement Study	0.0	0	215
3. Death Investigation Training	0.0	0	110
Total Policy Changes	0.0	0	375
1999-01 Revised Appropriations	31.1	0	17,880

Comments:

1. Domestic Violence Initiative * - Funding is provided to allow the Criminal Justice Training Commission to provide domestic violence related courses to 911 operators. (Public Safety and Education Account - State)

2. Law Enforcement Study - Funding is provided for the Washington Association of Sheriffs and Police Chiefs to conduct a study of law enforcement services and expenditures for both counties and cities, but only in counties with populations over one hundred fifty thousand. The study will begin no later than July 1, 2000, and it must be completed by June 30, 2001. The study will focus on identifying ways of delivering service more efficiently and avoiding duplication. (Public Safety and Education Account - State)

3. Death Investigation Training - Funding is provided for the Criminal Justice Training Commission to expand the number classes offered to coroners, medical examiners and other criminal justice personnel. (Death Investigations Account - State)

1999-01 Revised Budget (2000 Supp)
Department of Labor and Industries
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	2,720.3	14,508	418,023
Total Maintenance Changes	4.5	0	1,326
2000 Policy Changes:			
1. Increase Crime Victims Compensation	0.0	0	2,665
Total Policy Changes	0.0	0	2,665
1999-01 Revised Appropriations	2,724.8	14,508	422,014

Comments:

1. Increase Crime Victims Compensation - Funding is provided for increased costs for client benefits in the crime victims compensation program. The additional funding assumes a benefit payout rate equivalent to that incurred during July through December 1999, plus three percent growth for fiscal 2001. The enhancement also assumes a reduction in program administration expenditures to 18.4 percent of the total program budget. Funding is provided assuming the agency discontinues the practice of paying for invoices received in a prior fiscal period out of appropriations from a new fiscal period. (Public Safety and Education Account - State)

1999-01 Revised Budget (2000 Supp)
Department of Health
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

		Legislative Budget	
	FTEs	GF-S	Total
1999-01 Original Appropriations	1,181.1	131,572	550,139
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Federal Salmon Recovery Funding	-3.9	0	-678
2. Patient Bill of Rights	0.8	141	141
3. Aids Prescription Drug Program	0.0	173	173
4. Epidemiology Health Statistics	0.0	480	480
5. Reduce CHARS Data Assessment	0.0	0	0
6. Restore HSA Funding to FY 99 Level	0.0	-5,242	0
7. Tobacco Prevention and Control Plan	1.5	0	15,000
Total Policy Changes	-1.7	-4,448	15,116
1999-01 Revised Appropriations	1,179.5	127,124	565,255

Comments:

1. Federal Salmon Recovery Funding - Excess federal appropriation authority and associated staffing are removed from the budget to reflect a lower level of federal funding for salmon recovery, as appropriated by Congress, for federal fiscal year 2000. Federal fiscal year 2001 funding is also adjusted to reflect lower than anticipated federal receipts. (General Fund-Federal)

2. Patient Bill of Rights - Funding is provided for the Department to implement its responsibilities under the provisions of E2S 6067 (Patient Bill of Rights). (General Fund-State)

3. Aids Prescription Drug Program - Funding is provided to the Aids Prescription Drug Program for increased client costs associated with E2S6067 (Health Insurance Coverage) (General Fund-State).

4. Epidemiology Health Statistics - Funding is provided to revise state birth certificate information to comply with United States Standard Birth Certificate requirements and to convert paper documents to an electronic format. (General Fund-State)

5. Reduce CHARS Data Assessment - Funding is provided to continue operations of the Comprehensive Hospital Abstract Reporting System (CHARS) while reducing fees charged to local hospitals that support the system. (Health Services Account, General Fund-Other)

6. Restore HSA Funding to FY 99 Level - The use of Health Services Account Funding for public health services is restored to FY 99 Levels. (General Fund - State, Health Services Account - State)

7. Tobacco Prevention and Control Plan - Funding is provided for the Tobacco Prevention and Control Plan (TPCP). The TPCP may include community and school-based programs, cessation support, public awareness campaigns, youth access enforcement, and assessment and evaluation activities. (Tobacco Prevention Trust Account-State)

1999-01 Revised Budget (2000 Supp)
Department of Veterans' Affairs
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	499.7	19,289	56,733
Total Maintenance Changes	0.0	-1,356	2,542
2000 Policy Changes:			
1. Skilled Nursing Facility Study	0.0	200	200
2. National World War II Memorial	0.0	231	231
Total Policy Changes	0.0	431	431
1999-01 Revised Appropriations	499.7	18,364	59,706

Comments:

1. Skilled Nursing Facility Study - Funding is provided to complete predesign work for a new skilled nursing facility. The predesign will include siting, program, facility and financing plans.

2. National World War II Memorial - Funding is provided for Washington state's contribution to the national World War II memorial which is to be constructed in the nation's capital. The contribution represents \$1 for each Washingtonian who served in the nation's armed forces during the war.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

Department of Corrections

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	7,360.4	930,780	976,447
Total Maintenance Changes	-33.6	-17,866	-4,821
2000 Policy Changes:			
1. Equipment Savings	0.0	-1,000	-1,000
2. Correctional Industries	0.0	-131	3,378
3. Administrative Efficiencies	-10.9	-1,532	-1,532
4. Hepatitis C Protocol	1.8	0	1,884
5. Mentally Ill Offender Evaluations	0.0	248	248
6. Welfare Betterment Account Transfer	0.0	0	2,570
7. Anhydrous Ammonia	0.1	117	117
8. Cost of Supervision Fund	0.0	0	0
Total Policy Changes	-9.1	-2,298	5,665
1999-01 Revised Appropriations	7,317.8	910,616	977,291

Comments:

1. Equipment Savings - Savings are accrued by lease purchasing (rather than purchasing outright) equipment. Under this approach, costs are spread out over the life of the equipment.

2. Correctional Industries - Funding sufficient to meet statutorily mandated offender employment targets and maintain the Correctional Industries program was originally assumed to come from the non-appropriated cost of incarceration account. Previously, a portion of any financial contribution was subject to a mandatory deduction into this account. A recent court decision has ordered the Department to stop making the deductions if the contribution is made by the spouse. The institutional welfare betterment account is used to replace the lost funding. (General Fund-State, Institutional Welfare Betterment-Nonappropriated)

3. Administrative Efficiencies - Funding is adjusted to more closely reflect actual expenditures. During the first nine months of the biennium, the Department of Corrections has been expending 26 FTE staff below budgeted levels in the Administrative Services program. Funding is adjusted to reflect the savings associated with these vacancies to date. Additionally, funding is adjusted on the assumption that the Department will be able to continue to achieve a portion of this level of administrative savings on an on-going basis by providing support services at a lower cost.

4. Hepatitis C Protocol - Funding is provided for the voluntary testing of inmates for hepatitis C as well as for the medical treatment of offenders who are infected with the hepatitis C virus. (Public Health Services Account)

5. Mentally Ill Offender Evaluations - Funding is provided to perform mental health evaluations for offenders sentenced directly to community supervision who may have a mental health illness and present a high risk to commit violent acts. Based on the outcomes of the evaluation, the Department of Corrections can require an offender to participate in mental health treatment. Approximately four percent of offenders under supervision but who have not served a term of confinement in a Department facility are expected to be evaluated.

6. Welfare Betterment Account Transfer - Sufficient funds in the Institutional Welfare Betterment Account are available to support the testing and treatment of offenders who have Hepatitis C. \$2.6 million in Institutional Welfare Betterment is appropriated into the Public Health Services Account to be used for this purpose. Of this amount, \$1.9 million is appropriated in the 2000 supplemental budget. The remaining amount will be available for appropriation in the 2001-03 biennium. (Institutional Welfare Betterment Account, Public Health Services Account)

Department of Corrections

7. Anhydrous Ammonia - Funding is provided to implement Chapter 225, Laws of 2000 (2SSB 6255 -- anhydrous ammonia), which makes theft of anhydrous ammonia, storage of anhydrous ammonia in an unapproved container, or possession of anhydrous ammonia with intent to manufacture methamphetamine a felony.

8. Cost of Supervision Fund - Sufficient funds are available in the Cost of Supervision Fund to support the replacement of the Department of Correction's Offender Based Tracking System (OBTS). \$2.3 million in funding for OBTS is switched from Public Safety and Education Account to the Cost of Supervision Fund. (Public Safety and Education Account-State, Cost of Supervision Fund)

1999-01 Revised Budget (2000 Supp)
Sentencing Guidelines Commission
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	12.3	1,549	1,549
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Data Entry and Verification	0.0	12	12
2. Sentencing Study	0.5	80	80
Total Policy Changes	0.5	92	92
1999-01 Revised Appropriations	12.8	1,641	1,641

Comments:

1. Data Entry and Verification - Funding is provided for intermittent staff to process increased workload. The additional staff will perform data entry, coding, and quality control tasks.

2. Sentencing Study - Funding is provided for the Sentencing Guidelines Commission to conduct a comprehensive review and evaluation of state sentencing policy. The review and evaluation will include an analysis of whether current sentencing ranges and standards, as well as existing mandatory minimum sentences, existing sentence enhancements, and special sentencing alternatives, are consistent with the purposes of the sentencing reform act as set out in statute. The study must be completed no later than December 1, 2001.

1999-01 Revised Budget (2000 Supp)
Department of Employment Security
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	2,172.5	2,522	441,831
Total Maintenance Changes	0.0	0	-4,685
2000 Policy Changes:			
1. Federal Reed Act Distribution	0.0	0	327
2. Unemployment Insurance Legislation	19.4	0	2,567
Total Policy Changes	19.4	0	2,894
1999-01 Revised Appropriations	2,191.9	2,522	440,040

Comments:

1. Federal Reed Act Distribution - The Social Security Act provides that certain excess funds in the Employment Security Administration Account can be distributed back to the states for unemployment insurance administrative expenses. The Department received \$327,000 in November of 1998, which will fund improvements to the Department's Tax Information System (TAXIS). (Unemployment Compensation Administration Account - Federal)

2. Unemployment Insurance Legislation - Funding is provided to implement the new training benefits program for qualified dislocated workers established in Substitute House Bill 3077 (unemployment insurance). This program will allow dislocated workers to receive additional unemployment insurance benefits for up to 52 weeks while they are in retraining and making satisfactory progress toward completion of their training plan. (Employment Service Administrative Account - State)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Children and Family Services
(Dollars in Thousands)

		Legislative Budget	
	FTEs	GF-S	Total
1999-01 Original Appropriations	2,321.7	430,481	772,432
Total Maintenance Changes	0.0	6,023	5,816
2000 Policy Changes:			
1. Background Checks	2.5	0	348
2. Staff Secure Group Homes	0.0	-911	-911
3. Continuing Child Care Support	0.0	100	100
4. Domestic Violence Initiative *	0.8	0	457
5. Increase home-based services	0.0	-415	-415
6. Child Care Information	0.5	140	140
7. Increase Federal Funds	0.0	-17,678	0
8. Medicaid Fraud and Abuse Detection	0.0	-30	-60
9. Eliminate Spec. Assessments in CRCs	0.0	-309	-309
10. Foster Parent Retention Program	0.0	174	174
11. Becca Transfer	0.0	-6,881	-6,881
Total Policy Changes	3.7	-25,810	-7,357
1999-01 Revised Appropriations	2,325.4	410,694	770,891

Comments:

1. Background Checks - Funding is provided that will allow the Department to conduct background checks on all people who receive state payment for providing care to children or vulnerable adults. (General Fund-Federal)

2. Staff Secure Group Homes - Funding is adjusted for fiscal year 2000 for staff secure group homes to reflect the number of beds that are currently contracted. The program will continue to work toward contracting the remaining staff secure group home beds in fiscal year 2001. (General Fund-State)

3. Continuing Child Care Support - One-time funding is provided to maintain the current level of seasonal child care. (General Fund-State)

4. Domestic Violence Initiative * - Funding is provided to train service providers to serve and advocate for victims with disabilities; to contract for coordination of domestic violence fatality review panels; to monitor batterer treatment programs for compliance with certification standards; and to increase support for services to underserved populations. (Public Safety and Education Account)

5. Increase home-based services - Home-based services provide a range of services to families in the child protection system. This item unrestricts unused funds from the Intensive Family Preservation Services and Family Preservation Services programs, and allows the department to use these funds to increase Home-Based Services support. This readjustment is not intended to reduce the current level of Intensive Family Preservation or Family Preservation services across the state. (General Fund-State, General Fund-Federal.)

6. Child Care Information - Funds are provided for the Department to establish a statewide toll-free number and an electronic on-line system for access to information regarding child care providers. (General Fund-State)

7. Increase Federal Funds - Temporary Assistance for Needy Families (TANF) funding is transferred to the Social Services Block Grant (SSBG). This will replace state general fund dollars. These federal funds will be used for family reconciliation services to clients at or below 200 percent of the federal poverty level. (General Fund-State, General Fund-Federal)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Children and Family Services

8. Medicaid Fraud and Abuse Detection - Funding is provided for a fraud and abuse detection program. The new program will result in increased identification of potential fraud and abuse cases and increased cost recoveries and cost avoidance. (General Fund-State, General Fund-Federal)

9. Eliminate Spec. Assessments in CRCs - Funding for specialized assessments is adjusted. Becca legislation allows runaways in crisis residential centers (CRCs) to receive a specialized assessment of substance abuse or behavioral problems. Currently, these assessments are underutilized by providers due to the difficulty of completing an in-depth assessment in five days, which is the maximum amount of time a child can remain in a CRC. In addition, the CRC providers are already completing a family assessment which identifies possible areas where services may be needed as part of their contractual requirements. (General Fund-State)

10. Foster Parent Retention Program - Funding is provided for a foster parent retention pilot program directed at foster parents caring for children who act out sexually. (General Fund-State)

11. Becca Transfer - The responsibility to monitor juvenile court petitions and total actual costs for Truancy, At-Risk-Youth and Child-In-Need-of-Services petitions is transferred to the Juvenile Rehabilitation Administration. (General Fund-State)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Juvenile Rehabilitation
(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	1,302.5	167,945	220,721
Total Maintenance Changes	-24.4	-1,935	755
2000 Policy Changes:			
1. Team Child	0.0	100	100
2. Echo Glen Mental Health Unit	2.3	187	187
3. Becca Bill Funding	0.0	6,881	17,581
4. Co-Occuring Disorder Pilot Program	0.6	0	898
Total Policy Changes	2.8	7,168	18,766
1999-01 Revised Appropriations	1,281.0	173,178	240,242

Comments:

1. Team Child - Funding is provided for the Team Child program. Team Child partners at risk youth with attorneys who advocate for the child in a variety of settings.

2. Echo Glen Mental Health Unit - Currently, Echo Glen has a single mental health unit serving eight males and eight females. Funding is provided to convert an existing 16-bed maximum-security unit into a 16-bed mental health maximum-security unit. The result will be 16 male and 16 female mental health maximum-security beds.

3. Becca Bill Funding - \$6.9 million from the state general fund for local government costs associated with the implementation of Becca legislation is transferred from the Children's Administration to the Juvenile Rehabilitation Administration. Additionally, \$10.7 million in funding is provided for costs associated with the implementation of Becca legislation.

Of this amount, \$4.7 million is provided for the lawsuit settlement between the state and 20 counties regarding Becca legislation funding. The other \$6 million is added due to reduced revenue distributions through the County Criminal Justice Assistance Account as a result of the passage of Initiative 695. This brings the total 1999-2001 Becca legislation appropriation level to \$17.6 million. At this funding level and with the continued distributions from the County Criminal Justice Assistance Account, local governments are fully reimbursed for their costs in implementing the legislation. (General Fund-State, Public Safety and Education Account)

4. Co-Occuring Disorder Pilot Program - Funding is provided to implement a pilot program of providing research-based, integrated, and individualized transitional services to juvenile offenders. To be selected for the program, the juvenile must have co-occurring substance abuse and mental health disorders and be at high risk of reoffending. Funding is also provided for an evaluation of the effectiveness of the pilot program. (Juvenile Accountability Incentive Account-Federal, Violence Reduction and Drug Enforcement Account)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Mental Health
(Dollars in Thousands)

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	2,979.8	505,084	988,248
Total Maintenance Changes	49.7	10,692	8,010
2000 Policy Changes:			
1. Community Inpatient Emergency Pool	0.0	0	2,349
2. Convert Wards to Outpatient Status	-3.4	-318	-388
3. Atypical Antipsychotic Med Pilot	0.0	1,000	1,000
4. Increased DSH Revenues	0.0	-3,029	0
5. Worker Safety	0.0	290	290
6. MH/DD Collaborative Workplan	23.9	2,310	2,663
7. New SCC Facility	0.0	0	14,000
Total Policy Changes	20.5	253	19,914
1999-01 Revised Appropriations	3,050.0	516,029	1,016,172

Comments:

1. Community Inpatient Emergency Pool - Funding is provided for implementation of strategies which the Department concludes, in consultation with affected Regional Support Networks, will best assure continued availability of community inpatient psychiatric services in all areas of the state. Strategies may include emergency contracts for continued operation of inpatient facilities otherwise at risk of closure because of demonstrated, disproportionate uncompensated care; start-up grants for development of evaluation and treatment facilities; increases in the rate paid for inpatient psychiatric services for medically indigent and /or for general assistance for the unemployed (GA-U) patients; or the development of a new disproportionate share payment program for hospitals with distinct part psychiatric facilities. State expenditures must be matched on a one-quarter basis by the Regional Support Networks in the area served by the inpatient facility. An additional \$2.2 million of disproportionate share hospital (DSH) capacity is allocated for support of qualifying strategies. (General Fund-State, General Fund-Federal)

2. Convert Wards to Outpatient Status - The Department is to convert at least two state hospital wards to a more supportive, less medically-oriented model of care for residents for whom such an alternative model of care is judged appropriate by their psychiatric treatment team. (General Fund-State, General Fund-Federal, General Fund-Local)

3. Atypical Antipsychotic Med Pilot - Funding is provided for the Department to implement its responsibilities under the provisions of Second Substitute House Bill 2663 (atypical antipsychotic meds). A pilot program will be established to supply atypical antipsychotic medications to under-served populations. A portion of these funds may be used to cover costs incurred by the Medical Assistance program in negotiating manufacturer rebates and establishing automated payment systems for the projects. (General Fund-State)

4. Increased DSH Revenues - State general fund spending is reduced to account for additional federal Disproportionate Share Hospital (DSH) earnings over the amount budgeted. This adjustment anticipates \$111.8 million of mental health DSH expenditures in fiscal year 2000 (of which \$110.4 million will be in the state hospitals), and \$114.4 million in fiscal year 2001 (of which \$110.7 million will be in the state hospitals). (General Fund-State, General Fund-Federal)

5. Worker Safety - Funding is provided to develop a formal security and safety assessment to prevent and protect employees from violence at the hospital, and allow each state hospital to keep a detailed history of worker injuries. (General Fund-State, General Fund-Federal, General Fund-Private/Local)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Mental Health

6. MH/DD Collaborative Workplan - Funds are provided to further enhance on-going efforts to address the needs of individuals with developmental disabilities and mental illness. Resources are targeted at the treatment of individuals with developmental disabilities currently in Western State Hospital (WSH), in addition to the conversion of a ward at WSH to a developmentally disabled ward. (General Fund-State, General Fund-Federal, General Fund-Local)

7. New SCC Facility - Funding is provided to complete design and site preparation, and to begin construction of a new 250 bed facility for the Special Commitment Center, to be located on McNeil Island. These state general funds are to be appropriated to the state Building and Construction Account. (Violence Reduction and Drug Enforcement Account)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Developmental Disabilities
(Dollars in Thousands)

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	3,536.1	518,068	1,010,382
Total Maintenance Changes	0.0	7,207	9,058
2000 Policy Changes:			
1. MH/DD Collaborative Workplan	11.0	3,781	6,150
2. LTC Training Enhancements	0.5	75	128
3. Enhance Family Support	1.0	500	660
4. Medicaid Fraud and Abuse Detection	0.0	-145	-299
Total Policy Changes	12.5	4,211	6,639
1999-01 Revised Appropriations	3,548.6	529,486	1,026,079

Comments:

1. MH/DD Collaborative Workplan - Funding is provided to improve services for persons with developmental disabilities who would otherwise be at risk of needing involuntary commitment to or prolonged treatment at state psychiatric hospitals. These funds will enhance the community crisis response system managed by Regional Support Networks, improve crisis prevention and stabilization services through the developmental disabilities community services system, and expand community residential capacity for persons with developmental disabilities who are ready for discharge from state psychiatric hospitals. (General Fund-State, General Fund-Federal)

2. LTC Training Enhancements - Funding is provided to develop training modules for boarding home staff on dementia, mental illness, and developmental disabilities and to develop rules regarding orientation, basic training, and continuing education for caregivers in all long-term care settings. (General Fund-State, General Fund-Federal)

3. Enhance Family Support - Funding is provided to expand family support services to an increased number of individuals. Case management support is also provided. (General Fund-State, General Fund-Federal)

4. Medicaid Fraud and Abuse Detection - Savings are achieved from a new fraud and abuse detection program implemented by the Department of Social and Health Services. The new program will help identify potential fraud and abuse cases and achieve increased cost recoveries in the Long Term Care, Medical Assistance, and Developmental Disabilities Programs. (General Fund-State, General Fund-Federal)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Long-Term Care Services
(Dollars in Thousands)

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	1,020.6	928,805	1,936,812
Total Maintenance Changes	-13.1	-13,617	-41,898
2000 Policy Changes:			
1. Improve Home Care Safety	0.7	139	278
2. APS Referral Increase	10.0	624	1,286
3. Targeted Adult Protective Services	2.4	897	1,794
4. Nursing Home Rate Setting	0.0	3,382	6,942
5. Family Caregiver	0.0	610	610
6. LTC Training Enhancements	0.5	60	120
7. Private Duty Nursing	0.0	345	703
8. Medicaid Fraud and Abuse Detection	0.0	-372	-761
9. Federal Reporting Requirements	3.5	195	497
Total Policy Changes	17.0	5,880	11,469
1999-01 Revised Appropriations	1,024.6	921,068	1,906,383

Comments:

1. Improve Home Care Safety - Funding is provided to implement Chapter 87, Laws of 2000 (SHB 2637 -- background checks). The bill requires home care workers who have resided in the state for fewer than three years to be screened using both a state background check as well as an FBI interstate history background checks. (General Fund-State, General Fund-Federal)

2. APS Referral Increase - Funding is provided for additional Adult Protective Services (APS) staffing to investigate cases of suspected abuse and neglect of vulnerable adults. The number of such cases being reported for state investigation has grown steadily in recent years, and increased sharply during the summer and fall of 1999 following publicity of the Linda David case and implementation of new reporting requirements. The recommended funding level anticipates that APS caseloads will continue to grow from this new, higher base at the previous rate of approximately 13 percent per year. (General Fund-State, General Fund-Federal)

3. Targeted Adult Protective Services - Funding is provided for the in-person review of potentially vulnerable in-home care cases which was ordered by the Governor during the summer of 1999. It also provides funding for two additional attorneys general to assist Adult Protective Services staff with financial exploitation cases, the filing of protection orders, and coordinating cases with police and prosecutors. This triples the current level of assistance for such activities. (General Fund-State, General Fund-Federal)

4. Nursing Home Rate Setting - Funding is provided so that the capital portion of the rate will not require a pro-rata reduction to avoid exceeding the limit set in the budget. Funding is also provided for an additional one percent increase in the direct care rate, effective July 1, 2000, for facilities not paid in accordance with case mix. In total, funding is increased by \$0.49 per patient day in fiscal year 2000 and by \$1.17 per patient day in fiscal year 2001. (General Fund-State, General Fund-Federal)

5. Family Caregiver - In accordance with Chapter 207, Laws of 2000 (HB 2454 -- Family Caregiver), funding is provided for support groups, information and assistance, and other services which will help unpaid caregivers support their disabled friends or family members at home. (General Fund-State)

6. LTC Training Enhancements - Funding is provided for an additional full-time staff position to monitor and coordinate training delivery, and to assist a stakeholder advisory group in the development of new staff training requirements for all community long-term care programs, as required by Chapter 121, Laws of 2000 (SB 6502). Funds are also provided for other activities which will enhance the quality of the training currently available to community long-term care staff, such as curriculum consultation, video production or trainer development. (General Fund-State, General Fund-Federal)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Long-Term Care Services

7. Private Duty Nursing - The 1999 Legislature appropriated funding to the Medical Assistance Administration (MAA) for a ten percent rate increase for home health agencies which provide private duty nursing services to children under the age of eighteen. Through the Aging and Adult Services program, the same agencies also provide private duty nursing for adults, many of whom transferred in from MAA when they became age eighteen. This item provides the same ten percent increase for the Aging and Adult Services program as was provided for the MAA program, effective July 2000. (General Fund-State, General Fund -Federal)

8. Medicaid Fraud and Abuse Detection - The Department of Social and Health Services will implement a new fraud and abuse detection program. The new program will increase identification of potential fraud and abuse cases and cost recoveries/avoidance in the Long Term Care, Medical Assistance, and Developmental Disabilities programs. (General Fund-State, General Fund-Federal)

9. Federal Reporting Requirements - Funding is provided to better meet federal Health Care Financing Administration mandates on compliance and reporting issues associated with nursing homes. The amount of staff time available to investigate complaints about nursing home care is increased by 38 percent and an additional inspector is added in order to assure timely completion of federally-required inspections. (General Fund-State, General Fund-Federal)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Economic Services
(Dollars in Thousands)

		Legislative Budget	
	FTEs	GF-S	Total
1999-01 Original Appropriations	4,859.0	898,737	2,150,449
Total Maintenance Changes	0.0	6,122	-37,655
2000 Policy Changes:			
1. OFM Studies	0.0	0	500
2. Increase Child Care Funding	0.0	0	12,888
3. Food Assistance Program Projection	0.0	-6,428	-6,428
4. Finance GA-H & Part of FAP w/TANF	0.0	-2,819	0
5. Unearned Child Support Incentives	0.0	31	0
6. Increased Costs for Cnty Legal Svcs	0.0	554	1,631
7. Medicaid Eligibility (HB 2686)	0.0	-282	-564
8. Child Support Technical Amend. #	0.0	-7	-22
9. Meet Federal Welfare Reform Rules	0.0	-44,400	-8,400
10. Administrative Efficiency Savings	0.0	-12,519	-12,519
11. Banking Fees	0.0	88	260
12. Eligibility Streamlining	-5.0	-284	-491
13. Reduce Supervisors in Child Support	-2.8	-138	-413
Total Policy Changes	-7.8	-66,204	-13,558
1999-01 Revised Appropriations	4,851.3	838,655	2,099,236

Comments:

1. OFM Studies - TANF funding is provided to support three studies to be conducted by the Office of Financial Management. The first study will review options for setting payment rates for subsidized child care. The second study will review the various means-tested programs throughout state government that are provided to low income families with children. The third study will review the best method for coordinating and consolidating child care and early education programs funded by state government. (General Fund - Federal)

2. Increase Child Care Funding - Funding is enhanced for subsidized child care which supports an increasing number of low income working families. (General Fund - Federal)

3. Food Assistance Program Projection - Funding is reduced due to lower projected expenditures for the state food assistance program for legal immigrants who are not eligible for federal food stamps. (General Fund - State)

4. Finance GA-H & Part of FAP w/TANF - State funding is reduced by refinancing the General Assistance program for children who live with court appointed guardians or custodians and a portion of the state food assistance program with TANF block grant or TANF maintenance of effort dollars. (General Fund - State, General Fund - Federal)

5. Unearned Child Support Incentives - State funding is provided in fiscal year 2000 to cover the projected shortfall in federal performance incentive dollars for the state child support system. (General Fund - State, General Fund - Federal)

6. Increased Costs for Cnty Legal Svcs - Funding is provided for increased county legal services costs for child support enforcement. The Department shall ensure that these increased costs do not drop its cost effectiveness ratio for federal incentive payments below the five dollar threshold in the federal performance incentive formula. (General Fund - State, General Fund - Federal)

7. Medicaid Eligibility (HB 2686) - House Bill 2686 (public assistance income and resources) simplifies the process for determining continuing medicaid eligibility for families getting off Temporary Assistance for Needy Families. This will result in community service office savings. (General Fund - State, General Fund - Federal)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Economic Services

8. Child Support Technical Amend. # - Funding is provided for HB 2579 (Federal welfare reform act) which changes the provisions of the Personal Responsibility and Work Opportunity Reconciliation Act that apply to the child support program. The savings are achieved by allowing child support orders to be issued by regular mail delivery instead of personal delivery. (General Fund-State, General Fund-Federal)

9. Meet Federal Welfare Reform Rules - State funds reserved for possible Temporary Assistance for Needy Families (TANF) penalties are eliminated and the state's required maintenance of effort level is reduced to 75 percent of historical levels rather than 80 percent. This is made possible by the WorkFirst program successfully fulfilling all federal welfare reform work participation requirements. (General Fund-State, General Fund-Federal)

10. Administrative Efficiency Savings - Funding is reduced for staff that were hired to reduce the food stamp error rate. The error rate has been reduced, therefore funding for these staff is no longer necessary. Federal funding is included to maintain county legal services for child support proceedings. (General Fund-State, General Fund-Federal)

11. Banking Fees - Funding is provided to cover the costs of banking fees for the Division of Child Support (DCS). DCS maintains a contractual relationship with a financial institution to provide banking services for the DSHS Child Support Services Account. Due to low interest rates, requirements to disburse funds within 48 hours, and an increase in the number of transactions, the costs associated with banking services are out-pacing earnings. (General Fund - State, General Fund - Federal)

12. Eligibility Streamlining - Ten staff are eliminated by July 2001 as a result of improvements in work practices and supporting technologies used by community services offices. (General Fund-State, General Fund-Federal)

13. Reduce Supervisors in Child Support - Six managers are eliminated by July 2000 as a result of consolidation, elimination, or redistribution of work in the Division of Child Support. (General Fund-State, General Fund-Federal)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Alcohol & Substance Abuse
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	95.7	43,309	219,123
Total Maintenance Changes	0.0	-43	-470
2000 Policy Changes:			
1. Drug Courts	0.0	0	442
2. Transfer from CTED	0.0	173	173
Total Policy Changes	0.0	173	615
1999-01 Revised Appropriations	95.7	43,439	219,268

Comments:

1. Drug Courts - Funding is provided for drug courts in King, Pierce and Spokane Counties. Research indicates that drug courts provide savings for state and local government, because program participants are less likely to re-offend, resulting in reduced jail, court and treatment costs. These three drug courts will receive state assistance equal to one half of their net federal funding loss from fiscal year 2000 to fiscal year 2001. The balance in drug court funding will come from savings at the local level. (Public Safety and Education Account-State)

2. Transfer from CTED - Funding is transferred from the Department of Community, Trade and Economic Development (CTED) for services to women who give birth to infants exposed to non-prescription use of controlled substances and/or abuse of alcohol by the mother during pregnancy. This will consolidate funding for this program within the Division of Alcohol and Substance Abuse. (General Fund - State)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Medical Assistance Payments
(Dollars in Thousands)

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	851.9	1,506,938	4,571,058
Total Maintenance Changes	0.0	68,171	141,992
2000 Policy Changes:			
1. Pharmacy Lawsuit	0.0	5,606	11,000
2. Public Hospital Payments	0.0	0	30,117
3. Primary Care Study	0.0	49	98
4. TANF Assets Disregard	0.0	290	588
5. Medicaid Fraud and Abuse Detection	0.6	-2,626	-5,404
6. Maximize ProShare Reimbursement	0.0	0	125,092
7. Restore Low-Income DSH	0.0	3,067	6,400
8. Prescription Drug Program Savings	1.9	-2,538	-5,000
9. Pharmacy Benefit Management	1.3	113	226
10. Insurance Market Reform	0.0	121	532
Total Policy Changes	3.8	4,082	163,649
1999-01 Revised Appropriations	855.6	1,579,191	4,876,699

Comments:

1. Pharmacy Lawsuit - Funding is provided for the proposed settlement of the Allenmore Pharmacy, Inc. et al v. DSHS lawsuit. (General Fund-State, General Fund-Federal)

2. Public Hospital Payments - Contingent on federal approval of a new methodology for reimbursing the state teaching hospitals, \$7 million of additional disproportionate share hospital (DSH) funding is to be distributed to the public hospital districts, of which \$2 million is to be provided to the state teaching hospitals. (Health Services Account, General Fund-Federal)

3. Primary Care Study - Funding is provided for DSHS and the Health Care Authority to study how public payment rates for primary health care services compare with those paid by commercial insurers; the level of publicly-funded clients and at what level these clients constitute a disproportionate share of a primary care practice; and what impact such a level has on the practice's financial viability. (General Fund-State, General Fund-Federal)

4. TANF Assets Disregard - Funding is provided for individuals who are on Temporary Assistance for Needy Families (TANF) and have continued eligibility on Medicaid as a result of SHB 2686 (public assistance / income & resources) which requires that certain resources no longer be considered when determining eligibility. This change is expected to result in an additional 175 adults per month being covered by Medicaid during the second year of the biennium. (General Fund-State, General Fund-Federal)

5. Medicaid Fraud and Abuse Detection - Savings are achieved from a new fraud and abuse detection program implemented by the Department of Social and Health Services. The new program will help identify potential fraud and abuse cases and achieve increased cost recoveries in the Long Term Care, Medical Assistance, and Developmental Disabilities programs. (General Fund-State, General Fund-Federal)

6. Maximize ProShare Reimbursement - On a one-time basis, the state will be able to claim three Pro-Share intergovernmental transfer payments in the 1999-01 biennium, rather than two, as originally budgeted. In addition, the maximum amount available to claim is greater than budgeted. (General Fund-Federal, Health Services Account)

7. Restore Low-Income DSH - Funding is provided to restore the low-income disproportionate share program to the same level as the 1997-99 biennium. (General Fund-State, General Fund-Federal)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Medical Assistance Payments

8. Prescription Drug Program Savings - The Department is to take a number of steps to control costs while maintaining or improving patient care in its prescription drug program. Actions which are expected to result in immediate savings, in state fiscal year 2001, include (1) establishing the maximum allowable cost for certain drugs by conducting in-state average wholesale price surveys, rather than relying upon nationwide data; (2) working with pharmacists to steer patients with gastro-intestinal reflux disease away from non-steroidal anti-inflammatory drugs through prior authorization on certain prescriptions; and (3) no longer paying for certain drugs which the federal Medicare program will now purchase for certain recipients. Additional staffing is also provided for the Department to conduct the in-state maximum allowable cost surveys. (General Fund-State, General Fund-Federal)

9. Pharmacy Benefit Management - Funding is provided for the Department to research disease management programs which have proven effective with similar populations in other states, and to work with concerned provider and consumer groups to adapt them to Washington's service delivery system. Second, resources are provided for the Drug Utilization and Education Council to develop a proposed therapeutic substitution program for at least two classes of drugs. Prior to implementing either strategy, the Department is to report to the appropriate committees of the Legislature on its proposed approach. (General Fund-State, General Fund-Federal)

10. Insurance Market Reform - Substitute Senate Bill 6067 seeks to increase the availability of individual insurance coverage by providing for expanded enrollment in the Washington State High-Risk Insurance Pool (WSHIP). The amount by which WSHIP claims exceed the premiums paid by enrollees will be covered through assessments on insurance carriers, who are likely to pass the cost on in the premiums they charge other purchasers. Funding is provided to cover the projected impact of these assessments on calendar year 2001 Medicaid managed care rates. (General Fund-State, Health Services Account, General Fund-Federal)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Vocational Rehabilitation
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	335.2	18,038	102,848
Total Maintenance Changes	0.0	-633	-1,672
1999-01 Revised Appropriations	335.2	17,405	101,176

Comments:

No policy changes were recommended.

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Administration/Support Svcs
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	738.2	50,895	98,216
Total Maintenance Changes	-35.0	-177	-2,284
2000 Policy Changes:			
1. Medicaid Fraud and Abuse Detection	3.1	933	3,184
2. Align Core Functions	-109.0	-5,528	-9,046
Total Policy Changes	-105.9	-4,595	-5,862
1999-01 Revised Appropriations	597.3	46,123	90,070

Comments:

1. Medicaid Fraud and Abuse Detection - Funding is provided for a fraud and abuse detection program. The new program will result in increased identification of potential fraud and abuse cases and increased cost recoveries and cost avoidance in the Long Term Care, Medical Assistance, and Developmental Disabilities programs. (General Fund-State, General Fund-Federal)

2. Align Core Functions - The Department of Social and Health Services will selectively reduce the number of staff across the agency, resulting in a total savings of \$9,046,000. Savings are not intended to be taken from direct service staff unless justified by reduced workload or other efficiencies that will not impact licensing or certification standards. By September 1, 2000, the Department will report its plan to implement these staff reductions. (General Fund-State, General Fund-Federal)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Payments to Other Agencies
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	61,509	84,256
Total Maintenance Changes	0.0	906	91
1999-01 Revised Appropriations	0.0	62,415	84,347

Comments:

No policy changes were recommended.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

Department of Ecology

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	1,441.5	67,097	266,931
Total Maintenance Changes	0.0	55	103
2000 Policy Changes:			
1. Methamphetamine Lab Cleanup	2.0	0	749
2. Wastewater Discharge Permit Program	4.0	0	750
3. Continuing Woodstove Education	0.3	0	200
4. Air Quality Program	-9.0	9,803	-1,465
5. Federal Salmon Recovery Funding	-8.0	0	-3,453
6. Landscape Planning Pilot	-0.5	-68	-68
7. Pine Hollow EIS	0.0	0	375
8. Federal Funding Authority	0.0	0	9,613
9. Roza Water Storage	0.0	0	300
10. Water Storage Task Force	0.4	150	150
11. Methow River Hydrological Data	0.0	0	0
12. Oil Spill Prevention	0.0	1,650	3,300
13. Everett Smelter Cleanup	0.0	0	1,500
Total Policy Changes	-10.9	11,535	11,951
1999-01 Revised Appropriations	1,430.6	78,687	278,985

Comments:

1. Methamphetamine Lab Cleanup - Funding is provided for cleanup of contamination resulting from methamphetamine manufacturing labs. (Public Safety & Education Account).

2. Wastewater Discharge Permit Program - Appropriation authority is provided for water quality permitting activities including stormwater management, municipal permit processing, and improved access to permit program information. (Water Quality Permit Account)

3. Continuing Woodstove Education - A one-time fund balance from the wood stove education and enforcement account will be divided between local air quality authorities for local air quality programs, and the Department of Ecology to conduct education and outreach activities. (Wood Stove Education and Enforcement Account)

4. Air Quality Program - Initiative 695 eliminated the Clean Air Excise Tax, which partially funded the state's air pollution program. Funding is provided to continue the primary air program activities. Both program funding and pass-through grants are maintained at 90 percent of the level budgeted prior to Initiative 695. (State General Fund, Air Pollution Control Account)

5. Federal Salmon Recovery Funding - Appropriation authority is reduced for federal funding of salmon recovery efforts due to lower than anticipated funding from the federal government. (General Fund-Federal)

6. Landscape Planning Pilot - All landscape management plans under the pilot program initiated in 1997 must be completed by March 1, 2000. Funding for this pilot program is removed for the second fiscal year of the biennium.

7. Pine Hollow EIS - Funding is provided to conduct an environmental impact statement of the Pine Hollow Reservoir Project in conjunction with the local irrigation district. (State Drought Preparedness Account)

8. Federal Funding Authority - Ecology has received additional federal grants for watershed monitoring and assessment, watershed restoration projects, nonpoint pollution controls, irrigation system improvements, and other agency activities. (General Fund - Federal)

1999-01 Revised Budget (2000 Supp)
Department of Ecology

9. Roza Water Storage - Funding is provided for a preconstruction analysis of the Roza irrigation district off-stream storage project in Washout canyon, near the City of Sunnyside. The funding is contingent on provision of an equal match of cash and in-kind services from the Roza irrigation district. (State Drought Preparedness Account)

10. Water Storage Task Force - Funding is provided for costs associated with staffing a water storage task force. The purpose of the task force is to examine the role of increased water storage in providing water supplies to meet the needs of fish, population growth, and economic development.

11. Methow River Hydrological Data - Existing funding is earmarked for a grant to the Methow River Planning unit to develop baseline hydrological data for the Methow River in response to endangered species act listings.

12. Oil Spill Prevention - Funding is provided for a contract for a rescue tug from October 2000 through April 2001. The Department is required to report to the Legislature on the activities performed by the tug. (General Fund State, Oil Spill Administration Account)

13. Everett Smelter Cleanup - Funding is provided to continue cleanup of arsenic contamination at homes surrounding the smelter site in the City of Everett. (State Toxics Control Account)

1999-01 Revised Budget (2000 Supp)
State Parks and Recreation Comm
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	604.8	55,571	89,182
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Northwest Avalanche Center	0.0	78	78
2. Cascade Foothills Recreation	0.0	100	100
3. Native American Artifacts	0.0	0	0
Total Policy Changes	0.0	178	178
1999-01 Revised Appropriations	604.8	55,749	89,360

Comments:

1. Northwest Avalanche Center - Funding is provided to maintain the current operating level of the Northwest Weather and Avalanche Center. The Center provides weather and avalanche forecasts for motorists, skiers, and people participating in outdoor recreation activities.

2. Cascade Foothills Recreation - Funding is provided for an assessment of existing and future recreational demands in the west slope Cascade foothills.

3. Native American Artifacts - Funding is shifted to the second fiscal year to continue an inventory of all state park holdings of Native American items in compliance with the federal Native American Graves Protection and Repatriation Act.

1999-01 Revised Budget (2000 Supp)
Interagency Comm for Outdoor Rec
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	23.1	275	3,294
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Hatchery Improvement Activities	0.0	0	3,332
Total Policy Changes	0.0	0	3,332
1999-01 Revised Appropriations	23.1	275	6,626

Comments:

1. Hatchery Improvement Activities - Federal funding is provided to develop guidelines for hatchery management, and for actions to use hatcheries to directly support fisheries, assist with the recovery of natural stocks, and minimize the potentially negative effects of hatchery programs upon naturally spawning populations. (General Fund - Federal)

1999-01 Revised Budget (2000 Supp)
State Conservation Commission
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	14.5	5,264	11,126
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Agriculture, Fish, and Water	0.0	267	267
2. Federal Salmon Recovery Funding	0.0	0	-1,800
3. CREP Technical Assistance	-0.5	-300	-300
Total Policy Changes	-0.5	-33	-1,833
1999-01 Revised Appropriations	14.0	5,231	9,293

Comments:

1. Agriculture, Fish, and Water - The Conservation Commission has initiated a collaborative process to develop and implement agricultural best management practices that ensure compliance with both the federal Endangered Species Act and Clean Water Act. Funding is provided for meeting facilitation and other costs associated with this process, and for grants to the agricultural and environmental communities to partially defray the costs of participation.

2. Federal Salmon Recovery Funding - Appropriation authority is reduced for federal funding of salmon recovery efforts due to lower than anticipated funding from the federal government. (General Fund-Federal)

3. CREP Technical Assistance - Funding for technical assistance for the Conservation Reserve and Enhancement Program is reduced to reflect a delay in persons enrolling in the program.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

Dept of Fish and Wildlife

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	1,625.3	85,339	274,570
Total Maintenance Changes	-46.0	0	0
2000 Policy Changes:			
1. Landscape Planning Pilot	-1.9	-219	-219
2. Hatchery Production/ESA Strategy	0.0	703	903
3. Rebuilding Distressed Elk Herds	0.0	0	200
4. Safety Requirements	0.7	85	150
5. Chiliwist Fire: Feed/Rehabilitation	0.4	0	245
6. Recovery of Marine Fish	2.0	400	400
7. Increased Legal Services - ESA	0.0	75	75
8. Pheasant Enhancement	0.0	0	400
9. Warmwater Game Fish Program	0.0	0	80
10. Hunter Education Program	0.0	0	30
11. Bear and Cougar Management	4.0	800	800
12. ALEA Revenue Adjustment	0.0	0	-440
13. Federal Salmon Recovery Funding	-11.0	0	-3,375
14. Federal Salmon Enhancement Grants	0.0	0	1,000
15. Cost Reimbursement	0.0	0	384
16. Crab Catch Record Cards	0.0	0	0
17. Methow Valley Screening	0.0	0	789
Total Policy Changes	-5.8	1,844	1,422
1999-01 Revised Appropriations	1,573.5	87,183	275,992

Comments:

1. Landscape Planning Pilot - All landscape management plans under the pilot program initiated in 1997 must be completed by March 1, 2000. Funding for this pilot program is removed for the second fiscal year of the biennium.

2. Hatchery Production/ESA Strategy - Funding is provided to continue the implementation of an Endangered Species Act strategy to modify existing hatcheries to support at-risk stocks, to study data related to operation of a hatchery for Lake Washington sockeye, and to restore hatchery production. (State General Fund, State Wildlife Account)

3. Rebuilding Distressed Elk Herds - Funding is provided for elk population surveys to assist in elk herd recovery and to develop more accurate harvest estimates for state and tribal managers. (State Wildlife Account-State)

4. Safety Requirements - Funding is provided for a safety manager and safety equipment to meet current standards. (General Fund-State, State Wildlife Account-State)

5. Chiliwist Fire: Feed/Rehabilitation - A fire in September 1999 burned approximately 1,800 acres of winter range in the Chiliwist Wildlife Area. Funding is provided for a winter feeding program for deer and range rehabilitation activities to provide natural forage and prevent the infestation of noxious weeds. (Wildlife Account-State)

6. Recovery of Marine Fish - Funding is provided for science-based monitoring and fishery management to restore marine fish stocks including cod, herring, and rockfish. Specific activities include population monitoring, age composition analysis, genetic analysis to determine stock structure, and establishing and managing a network of marine protected areas.

1999-01 Revised Budget (2000 Supp)
Dept of Fish and Wildlife

7. Increased Legal Services - ESA - Funding is provided for an additional Assistant Attorney General to engage in negotiations and litigation of agency activities related to the listing of several salmonids under the Endangered Species Act, including hatchery and harvest management.

8. Pheasant Enhancement - Funding is provided for the Department to remove existing pheasant pens from the Whidbey Island Game Farm, raise pheasants for release on public lands, and grants to enhance pheasant habitat. (Eastern Washington Pheasant Enhancement Account, Wildlife Account-State)

9. Warmwater Game Fish Program - Funding is provided for operation of the warm water game fish program to maintain existing productivity levels. (Warmwater Game Fish Account)

10. Hunter Education Program - Appropriation authority is provided to support volunteer instructors in the basic firearms safety training program conducted by the Department. (State Wildlife Account-State)

11. Bear and Cougar Management - Funding is provided for eight additional enforcement officers for the Department to provide timely response to public complaints regarding bear and cougar, and to take appropriate management action, such as removal or relocation.

12. ALEA Revenue Adjustment - Revenue projections to the Aquatic Lands Enhancement Account have dropped since the biennial budget was enacted. Reductions will be made in the Department's salmon recovery efforts, shellfish management, and administration. (Aquatic Lands Enhancement Account)

13. Federal Salmon Recovery Funding - Appropriation authority is reduced for federal funding for salmon recovery efforts due to lower than anticipated funding from the federal government. (General Fund-Federal)

14. Federal Salmon Enhancement Grants - Appropriation authority is increased for the Department to provide pass-through federal grants to Regional Fisheries Enhancement Groups for salmon enhancement projects. (Regional Fisheries Enhancement Salmonid Recovery Account-Federal)

15. Cost Reimbursement - Appropriation authority is provided for the Department to enter into cost-recovery agreements at the request of permit applicants, to implement SSB 6277 (Cost Reimbursement for Leases and Environmental Permits). (General Fund - Private/Local)

16. Crab Catch Record Cards - Funding for implementation of Senate Bill 5508 (Crab Catch Record Cards), adopted in 1999, is shifted to the second year of the biennium.

17. Methow Valley Screening - Funding is provided for repair and replacement of salmon screens and instream flow projects on irrigation diversions in the Methow Valley. (Salmon Recovery Account)

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

Department of Natural Resources

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	1,608.4	51,425	247,938
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Landscape Mgmt Pilot Project	-1.7	-110	-110
2. Resource Management Costs	0.0	0	2,000
3. Emergency Fire Suppression	22.5	0	4,251
4. Correctional Camp Program	8.5	0	400
5. Forests and Fish Legislation	7.0	3,000	3,000
6. Reduced Revenue from Aquatic Lands	-1.5	0	-300
7. Reduce Air Pollution Control	-3.3	0	-177
8. Federal Salmon Recovery Funding	-6.0	0	-10,991
9. Tributyl-tin Sediment Study	0.0	0	250
10. Cost Reimbursement	0.0	0	384
11. Lake Whatcom Landscape Management	0.1	0	2,043
12. Access Road Revolving Fund	0.0	0	1,479
13. Board of Natural Resources	1.5	45	140
Total Policy Changes	27.2	2,935	2,369
1999-01 Revised Appropriations	1,635.6	54,360	250,307

Comments:

1. Landscape Mgmt Pilot Project - All landscape management plans under the pilot program initiated in 1997 must be completed by March 1, 2000. Funding for this pilot program is removed for the second fiscal year of the biennium.

2. Resource Management Costs - Appropriation authority is increased for the Resource Management Cost Account to support revenue-generating activities. (Resource Management Cost Account)

3. Emergency Fire Suppression - Funding is provided for fire suppression activities on state lands during the 1999 fire season. Additional authority is provided in federal and private/local funds to properly account for fire fighting costs on lands owned by others. (General Fund-Federal, General Fund-Private/Local, Disaster Response Account-State)

4. Correctional Camp Program - Additional appropriation authority is provided for operation of the Department's Correctional Camp Program to cover the costs of reimbursable payments from the Department of Corrections and other contracting parties. (General Fund-Private/Local)

5. Forests and Fish Legislation - Funding is provided to continue implementation of the Forest Practices - Salmon Recovery Act of 1999, including establishment of a small forest landowner office, rule development, geographic information system development, and technical assistance for landowners to comply with the rules.

6. Reduced Revenue from Aquatic Lands - Revenue projections to the Aquatic Lands Enhancement Account have dropped since the biennial budget was enacted. Reductions will be made in the Department's grant administration and aquatic land management activities. (Aquatic Lands Enhancement Account)

7. Reduce Air Pollution Control - Appropriation authority is reduced due to the elimination of the Clean Air Excise Tax. Public safety and fire prevention activities of the outdoor burning program are continued from permit fees collected solely for that purpose. (Air Pollution Control Account)

Department of Natural Resources

8. Federal Salmon Recovery Funding - Appropriation authority is reduced for federal funding for salmon recovery efforts due to lower than anticipated funding from the federal government. (General Fund-Federal)

9. Tributyl-tin Sediment Study - Funding is provided to develop a new protocol for testing dredged sediments that may be contaminated with tributyl-tin. Once developed and adopted the test will be available for use by all dredging project proponents. (Aquatic Land Dredged Material Disposal Site Account)

10. Cost Reimbursement - Appropriation authority is provided for the Department to enter into cost-recovery agreements at the request of permit or lease applicants, to implement SSB 6277 (Cost Reimbursement for Leases and Environmental Permits). (General Fund-Private/Local)

11. Lake Whatcom Landscape Management - Funding is provided to implement Senate Bill 6731 (Lake Whatcom). The Department will complete the Lake Whatcom landscape management plan and implement plan recommendations for harvest and road management. Additional appropriation authority is provided from the Forest Development Account for immediate road maintenance and repair. (Forest Development Account, Resource Management Cost Account)

12. Access Road Revolving Fund - Appropriation authority from the Access Road Revolving Fund is increased due to 1999 rate structure revisions. The Department will provide a report to the Legislature by December 1, 2000 on the uses of the fund. (Access Road Revolving Fund -- State)

13. Board of Natural Resources - Funding is provided for independent staff for the Board of Natural Resources. (General Fund - State, Forest Development Account, Resource Management Cost Account)

1999-01 Revised Budget (2000 Supp)
Department of Agriculture
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	711.2	14,792	81,239
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Asian Gypsy Moth	0.0	600	600
Total Policy Changes	0.0	600	600
1999-01 Revised Appropriations	711.2	15,392	81,839

Comments:

- 1. Asian Gypsy Moth** - Funding is provided for Asian Gypsy Moth eradication efforts to prevent damage to native vegetation.

1999-01 Revised Budget (2000 Supp)
Washington State Patrol
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	511.3	42,987	74,299
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Agency Efficiencies	-7.0	-688	-688
2. Oil/Gas Pipeline Safety	0.5	125	125
3. License Fraud Investigators	-1.5	-243	-243
4. Vulnerable Adults	0.8	0	216
5. WTO Response	0.0	0	1,386
6. Replace Crime Lab Funding (I-695)	0.0	0	0
7. Missing Children's Task Force	0.0	0	434
8. Justice Information Network	0.0	0	179
9. Drug Lab Forensic Investigators	1.0	141	141
10. Narcotics Grant Match	0.0	0	454
11. Regional Info Sharing (RISSNET)	0.0	0	30
12. Toxicology Lab Transition	0.0	0	473
13. Toxicology Lab Technical Correction	0.0	0	300
14. Toxicology Lab: Network Study	0.0	0	100
Total Policy Changes	-6.3	-665	2,907
1999-01 Revised Appropriations	505.1	42,322	77,206

Comments:

1. Agency Efficiencies - Funding is reduced to better reflect actual expenditures through November 1999, in activities funded from the general fund in the Support Services Bureau and the Investigative Services Bureau. Funding is also reduced to reflect on-going savings, but only in the Support Services Bureau.

2. Oil/Gas Pipeline Safety - Funding is provided to implement Chapter 191, Laws of 2000 (ESHB 2420 -- Oil/Gas Pipeline Safety). The Washington State Patrol will evaluate the preparedness of local first responders, conduct an assessment of the equipment and personnel, and develop curricula for training local first responders to deal with pipeline accidents.

3. License Fraud Investigators - A total of 22 FTE staff funded by both the transportation and operating budgets have been assigned to investigate vehicle license fraud. Funding is removed for investigators funded from the general fund beginning in fiscal year 2001.

4. Vulnerable Adults - Funding is provided to implement Chapter 87, Laws of 2000 (SHB 2637 -- vulnerable adults). The bill requires home care workers who have resided in the state for fewer than three years to be screened using both a state background check as well as a FBI interstate history background checks. (Fingerprint Identification-State)

5. WTO Response - Funding is provided for State Patrol participation in support of the World Trade Organization conference held last winter. The State Patrol provided traffic control, dignitary escorts, and security for the event. (Disaster Response Account-State)

6. Replace Crime Lab Funding (I-695) - Funds are provided to replace those lost as a result of passage of Initiative 695 to maintain service levels at the Washington State Patrol crime laboratory. The State Crime Laboratory provides forensic and DNA analysis of crime scene evidence for state and local criminal justice agencies. (Public Safety and Education Account, County Criminal Justice Assistance Account, and Municipal Criminal Justice Assistance Account).

1999-01 Revised Budget (2000 Supp)
Washington State Patrol

- 7. Missing Children's Task Force** - In 1999, the Legislature enacted legislation which created a task force on missing and exploited children within the Washington State Patrol. At that time, funding was provided only for the first year of the 1999-01 biennium. Funding is provided to continue the operation of the task force in fiscal year 2001. (Public Safety and Education Account-State, Federal Seizure Account-Nonappropriated, State Seizure Account-Nonappropriated)
- 8. Justice Information Network** - The Justice Information Network (JIN) is a long-term, multi-jurisdictional project to improve the accuracy, completeness, and timeliness of information used by the criminal justice system. Funding is provided to add an electronic interface between the Automated Fingerprint Identification System and the Washington State Identification System. Federal funding for the JIN project for fiscal year 2001 is provided from federal Byrne Grant funding through the Department of Community, Trade, and Economic Development. (Public Safety and Education Account-State, Fingerprint Identification Account-State)
- 9. Drug Lab Forensic Investigators** - Funding is provided for two additional forensic scientists to respond to the scene of, and support testing generated by, an increasing number of clandestine drug laboratories. The scientists will collect and provide analysis of evidence seized from these labs.
- 10. Narcotics Grant Match** - For the past several biennia, the Washington State Patrol has been the recipient of allocations of federal Byrne grant funding for the support of multi-jurisdictional drug task forces. State funds are provided to match the Byrne grant funding during fiscal year 2001. (Public Safety and Education Account-State, Federal Seizure Account-Nonappropriated, State Seizure Account-Nonappropriated)
- 11. Regional Info Sharing (RISSNET)** - Funding is provided to conduct a needs assessment and feasibility study for a system to aid in the identification, tracking, analysis, and apprehension of criminals. The system being contemplated would make criminal intelligence and investigation data available to law enforcement and corrections personnel across Washington state on a 24-hour basis. (Public Safety and Education Account - State)
- 12. Toxicology Lab Transition** - The State Toxicology Laboratory was transferred from the University of Washington to the Washington State Patrol by the 1999 Legislature. Funding is provided to complete this transition and to replace outdated instruments used for the analysis of illicit drugs. (Death Investigations Account-State)
- 13. Toxicology Lab Technical Correction** - The State Toxicology Laboratory was transferred from the University of Washington to the Washington State Patrol by the 1999 Legislature. A portion of the revenue that supports the Toxicology Laboratory comes from the Liquor Revolving Account. In the past, these funds were expended by the University of Washington through a non-appropriated account. Because the State Patrol does not have a nonappropriated account in which to receive and expend these funds, the transfer of these revenues to the Washington State Patrol necessitates an increase in the appropriation authority for the Death Investigations Account. This funding supports existing maintenance contracts on scientific equipment, other systems support, and the cost of referred testing for poisons that cannot be conducted at the State Toxicology Laboratory. (Death Investigations Account-State)
- 14. Toxicology Lab: Network Study** - Funding is provided to conduct pre-design activities for a system that will link the toxicology lab to the justice information network. The system would provide local law enforcement agencies with electronic access to causes of death and results of toxicological tests. (Death Investigations Account-State)

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

Department of Licensing

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	261.6	10,466	33,691
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Division Fund Realignment	0.0	447	0
2. Uniform Commercial Code Automation	0.0	0	326
3. Agency Support Services Realignment	0.0	45	-398
4. Adjust Real Estate Research Account	0.0	0	-71
5. Change in Business Operations	0.0	-457	-457
Total Policy Changes	0.0	35	-600
1999-01 Revised Appropriations	261.6	10,501	33,091

Comments:

1. Division Fund Realignment - Funding sources are adjusted for the office of the Assistant Director, Core Training, Decentralized Administrative Services, and Decentralized Information Services within the Business and Professions Division to accurately represent the services provided to direct program areas. (General Fund-State, various other funds)

2. Uniform Commercial Code Automation - Increased appropriation authority is provided from the Uniform Commercial Code (UCC) Account for consultant support to re-engineer current work processes, develop the necessary software, and provide electronic retrieval and processing to speed the filing and searching of UCC records. (Uniform Commercial Code Account-State)

3. Agency Support Services Realignment - Funding sources are adjusted for the Management and Support Services program and the Information Services program to accurately represent the services provided to direct program areas. (General Fund-State, various other funds)

4. Adjust Real Estate Research Account - Expenditures from the Real Estate Research Account are adjusted to match anticipated revenue. (Real Estate Research Account-State)

5. Change in Business Operations - As a result of a departmental review of the distribution of overhead costs, the agency has realigned overhead costs among programs and funds. Additionally, the Department is expected to explore changes in business operations that will reduce division and agency overhead costs without shifting administrative costs to the state general fund.

1999-01 Revised Budget (2000 Supp)

Public Schools OSPI & Statewide Programs (Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	254.6	53,638	148,615
Total Maintenance Changes	1.0	0	3,898
2000 Policy Changes:			
1. Information Tech Workforce Training	0.0	800	800
2. Teacher Professional Standards Bd	2.0	431	431
3. Civil Liberties Education	0.3	150	150
4. World War II Oral History Project	0.3	150	150
5. Filtering Servers	0.0	431	431
6. Voc Student Organization	0.2	100	100
7. Funding Source Change	0.0	15,513	0
8. Oral Medications Training	0.0	297	297
9. School Safety	0.0	5,649	5,649
10. Federal Teacher Quality Grant	1.3	0	1,078
Total Policy Changes	4.0	23,521	9,086
1999-01 Revised Appropriations	259.6	77,159	161,599

Comments:

1. Information Tech Workforce Training - The 1999-01 biennial budget provided \$1 million per year for information technology grants for programs that prepare high school students for careers in the information technology industry. Funding is increased by 80 percent in the second year of the biennium to allow more high schools to participate in the grant program.

2. Teacher Professional Standards Bd - Funds are provided to implement EHB 2760 (educator quality), which establishes a professional standards board for educators. The function of the board is to advise the State Board of Education on teacher certification matters and to prepare a basic skills teacher assessment for September 1, 2001. The appropriation includes funds for the operation of the board and for preparation of the teacher assessment.

3. Civil Liberties Education - Funding is provided for grants to develop educational materials under the Washington civil liberties public education program created in E2SHB 1572 (civil liberties education). Grants may be provided to develop curriculum materials to complement or augment current resources on the history and the lessons of the World War II exclusion, removal, and detention of persons of Japanese ancestry. In addition, grants can be utilized to develop videos, plays, presentations, speaker bureaus, and exhibitions.

4. World War II Oral History Project - Funding is provided to implement SHB 2418 (WW II Oral History Project). The Office of the Superintendent of Public Instruction, with the assistance of an advisory group, will develop instructional guides. Mini-grants will be provided to school districts for documentation projects to supplement the instructional guides.

5. Filtering Servers - As access to the Internet increases, schools are making efforts to protect students from adult material that is readily available through this medium. Funds to purchase a filtering server are made available for districts that currently do not have a filtering system in place.

6. Voc Student Organization - Additional funding is provided to support the coordination of current vocational student organizations (VSOs). VSOs provide students opportunities to gain competencies and develop leadership skills.

7. Funding Source Change - Various state fund sources are utilized to fund the K-12 budget. These fund sources include: General Fund-State; Public Safety and Education Account; Health Services Account; and the Violence Reduction and Drug Enforcement Account. The various state fund sources are changed to a single source, General Fund-State.

**Public Schools
OSPI & Statewide Programs**

8. Oral Medications Training - Persons administering oral medications must be trained prior to administering oral medications. \$297,000 is provided for state training in oral medications procedures using a model program developed by the Office of the Superintendent of Public Instruction.

9. School Safety - Funding is provided for school safety allocations for all school districts in the state at a rate of \$10 per full-time equivalent student. The funds may be used by school districts for school safety purposes including equipment, minor remodeling of buildings, preparation of school safety plans and training of school staff in school safety. A district's allocation will be adjusted for any state grants received for school security or school safety planning.

10. Federal Teacher Quality Grant - Appropriation authority is provided for the second year of a three year federal Teacher Quality Enhancement Grant from the U.S. Department of Education. The grant provides funding for pilot projects that will assist in the development of statewide models that link teacher preparation to pupil outcomes, align teacher preparation programs with ongoing professional training and teacher certification, and extend successful local and regional programs to ensure competent teachers in high-poverty areas. (General Fund-Federal)

1999-01 Revised Budget (2000 Supp)

Public Schools General Apportionment (Dollars in Thousands)

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	7,096,837	7,096,837
Total Maintenance Changes	0.0	-85,366	-85,366
2000 Policy Changes:			
1. Pension Changes	0.0	-31,567	-31,567
2. Enrollment Decline Transition	0.0	3,896	3,896
3. Substitute Teacher Pay	0.0	3,937	3,937
4. School District Emergencies	0.0	260	260
Total Policy Changes	0.0	-23,474	-23,474
1999-01 Revised Appropriations	0.0	6,987,997	6,987,997

Comments:

1. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of Plans 2 and 3 who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

2. Enrollment Decline Transition - Enrollment decline transition funds are provided for the 1999-00 school year. Districts which experience an enrollment decline of 300 or more full-time equivalent students or 4.5 percent or more of their enrollment when compared with the prior school year are eligible for the funds. Eligible districts will receive funding for up to 50 percent of the enrollment decline at the basic education unenhanced rate for the district.

3. Substitute Teacher Pay - Allocations for substitute teachers are a component of the state's basic education definition. For the 2000-01 school year, the biennial budget provides 5 days of substitute teacher time at a rate of \$77.51 per day for the apportionment and special education programs. The budget increases the rate to \$98.87 per day, a 27.6 percent increase.

4. School District Emergencies - The 1999-01 biennial budget provided \$325,000 to the superintendent of public instruction for school district emergencies, such as situations which make a school building suddenly unuseable. The Toutle Lake School District recently lost the use of two of its buildings due to a severe mold problem and it is estimated that it will cost \$260,000 to render one of the buildings inhabitable. \$260,000 is provided to supplement the funds available to respond to school district emergencies in fiscal year 2000.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000
12:38 pm

Public Schools Pupil Transportation (Dollars in Thousands)

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	360,727	360,727
Total Maintenance Changes	0.0	1,647	1,647
2000 Policy Changes:			
1. Pension Changes	0.0	-109	-109
Total Policy Changes	0.0	-109	-109
1999-01 Revised Appropriations	0.0	362,265	362,265

Comments:

1. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of Plans 2 and 3 who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

1999-01 Revised Budget (2000 Supp)
Public Schools
School Food Services
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	6,200	265,240
Total Maintenance Changes	0.0	0	32,721
1999-01 Revised Appropriations	0.0	6,200	297,961

Comments:

No policy changes were recommended.

1999-01 Revised Budget (2000 Supp)

Public Schools Special Education (Dollars in Thousands)

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	785,497	933,656
Total Maintenance Changes	0.0	-9,999	13,509
2000 Policy Changes:			
1. Pension Changes	0.0	-3,427	-3,427
2. Substitute Teacher Pay	0.0	422	422
3. Safety Net Staffing	1.5	0	0
Total Policy Changes	1.5	-3,005	-3,005
1999-01 Revised Appropriations	1.5	772,493	944,160

Comments:

1. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of Plans 2 and 3 who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

2. Substitute Teacher Pay - Allocations for substitute teachers are a component of the state's basic education definition. For the 2000-01 school year, the biennial budget provides 5 days of substitute teacher time at a rate of \$77.51 per day for the apportionment and special education programs. The budget increases the rate to \$98.87 per day, a 27.6 percent increase.

3. Safety Net Staffing - Budget language is added authorizing the Superintendent of Public Instruction to expend up to \$100,000 per year of state safety net funds to provide staff assistance to the safety net oversight committee in analyzing applications for safety net funds received by the committee.

Budget language is added requiring that if the \$5.5 million federal safety net appropriation for high cost students does not suffice to fund the awards approved by the safety net committee, the Superintendent shall use all available federal discretionary funds to meet this need. Use of general fund-state moneys for this purpose is prohibited.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000
12:38 pm

Public Schools
Traffic Safety Education
(Dollars in Thousands)

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	0	16,276
Total Maintenance Changes	0.0	0	-767
2000 Policy Changes:			
1. Funding Source Change	0.0	15,509	0
Total Policy Changes	0.0	15,509	0
1999-01 Revised Appropriations	0.0	15,509	15,509

Comments:

1. Funding Source Change - Various state fund sources are utilized to fund the K-12 budget. These fund sources include: General Fund-State; Public Safety and Education Account; Health Services Account; and the Violence Reduction and Drug Enforcement Account. The various state fund sources are changed to a single source, General Fund-State.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000
12:38 pm

Public Schools Educational Service Districts (Dollars in Thousands)

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	9,094	9,094
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Pension Changes	0.0	-27	-27
Total Policy Changes	0.0	-27	-27
1999-01 Revised Appropriations	0.0	9,067	9,067

Comments:

1. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of Plans 2 and 3 who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

1999-01 Revised Budget (2000 Supp)
Public Schools
Levy Equalization
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	206,288	206,288
Total Maintenance Changes	0.0	18,389	18,389
1999-01 Revised Appropriations	0.0	224,677	224,677

Comments:

No policy changes were recommended.

1999-01 Revised Budget (2000 Supp)
Public Schools
Elementary/Secondary School Improv
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	0	264,388
Total Maintenance Changes	0.0	0	20,805
1999-01 Revised Appropriations	0.0	0	285,193

Comments:

No policy changes were recommended.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000
12:38 pm

Public Schools Institutional Education (Dollars in Thousands)

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	41,743	50,291
Total Maintenance Changes	0.0	-2,785	-2,785
2000 Policy Changes:			
1. Pension Changes	0.0	-193	-193
Total Policy Changes	0.0	-193	-193
1999-01 Revised Appropriations	0.0	38,765	47,313

Comments:

1. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of Plans 2 and 3 who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000
12:38 pm

Public Schools
Ed of Highly Capable Students
(Dollars in Thousands)

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	12,446	12,446
Total Maintenance Changes	0.0	-120	-120
2000 Policy Changes:			
1. Pension Changes	0.0	-57	-57
Total Policy Changes	0.0	-57	-57
1999-01 Revised Appropriations	0.0	12,269	12,269

Comments:

1. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of Plans 2 and 3 who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000
12:38 pm

Public Schools Education Reform (Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	34.6	69,499	69,732
Total Maintenance Changes	0.0	-1,121	-1,121
2000 Policy Changes:			
1. Accountability Commission	0.8	250	250
2. Principal Mentorship	0.0	125	125
3. National Teacher Certif Bonus	0.0	65	65
4. Supt / Principal Internships	0.0	610	610
5. Second Grade Reading Assessment	0.0	106	106
Total Policy Changes	0.8	1,156	1,156
1999-01 Revised Appropriations	35.4	69,534	69,767

Comments:

1. Accountability Commission - Additional funding is provided to the Academic Achievement and Accountability Commission for a research analyst position, consultant services, and an expanded meeting schedule.

2. Principal Mentorship - Funding is provided for a principal support program. Under the program, new principals will develop an individualized, professional growth plan and will receive mentorship support for up to three years.

3. National Teacher Certif Bonus - The 1999 Legislature provided \$327,000 for a 15 percent pay bonus for teachers achieving certification by the National Board for Professional Teaching Standards (NBPTS). The 1999-01 appropriations act did not specify whether the bonus was one-time or for the life of the certificate. The Supplemental Budget provides an additional \$65,000, and clarifies that the bonus is for 2 years. Beginning with the 2000-01 school year, the amount of the bonus is changed from 15 percent of pay to a flat \$3,500.

4. Supt / Principal Internships - The 1999-01 budget provided \$1,598,000 for the superintendent/principal internship program. This program funds the cost of release time for teachers and other individuals enrolled in a principal or administrator preparation program so that the individuals may engage in an internship during the school day when children are present. An additional \$610,000 is provided to increase the number of participants in the program.

5. Second Grade Reading Assessment - Funds are provided to pay for training of new second grade teachers and for replacement of assessment materials for the second grade reading test. This test was enacted by the 1997 Legislature and requires teachers to assess individual student's reading ability using approved assessment materials.

1999-01 Revised Budget (2000 Supp)
Public Schools
Transitional Bilingual Instruction
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	71,744	71,744
Total Maintenance Changes	0.0	2,197	2,197
2000 Policy Changes:			
1. Pension Changes	0.0	-460	-460
Total Policy Changes	0.0	-460	-460
1999-01 Revised Appropriations	0.0	73,481	73,481

Comments:

1. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of Plans 2 and 3 who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

1999-01 Revised Budget (2000 Supp)
Public Schools
Learning Assistance Program (LAP)
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	146,250	146,250
Total Maintenance Changes	0.0	-7,439	-7,439
2000 Policy Changes:			
1. Pension Changes	0.0	-405	-405
Total Policy Changes	0.0	-405	-405
1999-01 Revised Appropriations	0.0	138,406	138,406

Comments:

1. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of Plans 2 and 3 who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

1999-01 Revised Budget (2000 Supp)
Public Schools
Block Grants
(Dollars in Thousands)

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	60,720	60,720
Total Maintenance Changes	0.0	-424	-424
1999-01 Revised Appropriations	0.0	60,296	60,296

Comments:

No policy changes were recommended.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000
12:38 pm

Public Schools Compensation Adjustments (Dollars in Thousands)

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	536,295	536,295
Total Maintenance Changes	0.0	-5,104	-5,104
2000 Policy Changes:			
1. Health Benefit Rate Adjustments	0.0	1,464	1,464
2. Pension Changes	0.0	-2,974	-2,974
3. Substitute Teacher Pay	0.0	265	265
4. Insurance Market Reform	0.0	381	381
Total Policy Changes	0.0	-864	-864
1999-01 Revised Appropriations	0.0	530,327	530,327

Comments:

1. Health Benefit Rate Adjustments - Funding is provided for an expected increase in health benefit insurance rates for calendar year 2001 by increasing the monthly rate per K-12 employee by \$1.82 per month. In addition, the rate is increased by \$0.02 per month for expanded prescription drug coverage. This is consistent with increases funded for state employees covered under public employees benefits board (PEBB) plans for the same purpose.

2. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of Plans 2 and 3 who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

3. Substitute Teacher Pay - Funds are provided to increase substitute teacher pay allocations in the apportionment program, which increases the amount of salary increase amounts needed.

4. Insurance Market Reform - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased premiums resulting from increased assessments on health carriers providing care to school district employees.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000
12:38 pm

**Public Schools
Better Schools Program**
(Dollars in Thousands)

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	0	0
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Better Schools Program	0.0	57,500	57,500
Total Policy Changes	0.0	57,500	57,500
1999-01 Revised Appropriations	0.0	57,500	57,500

Comments:

1. Better Schools Program - Better School Program Funds are intended to be ongoing in future biennia and are provided for two purposes as follows.

1) \$37.4 million is provided for class size/extended learning opportunities starting with the 2000-01 school year. The funds are allocated through an additional 2.2 certificated instructional staff per 1000 full-time equivalent students in grades K-4. The funds may be used to provide additional teachers in grades K-4 or to provide programs before-and-after school, weekend school, summer school, and during intercessions.

2) \$20.1 million is provided for professional development for certificated and classified staff to ensure that instruction is aligned with state standards and student needs. The funds are allocated starting July 1, 2000, at a rate of \$20.04 per student. The expenditure of the funds will be determined at each school site by the school staff.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000
12:38 pm

Public Schools Common School Construction (Dollars in Thousands)

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	0	72,000
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Transfer to Common School Construct	0.0	0	41,612
Total Policy Changes	0.0	0	41,612
1999-01 Revised Appropriations	0.0	0	113,612

Comments:

1. Transfer to Common School Construct - \$6.6 million in additional education savings account revenues are appropriated to help fund the \$56.7 million K-12 capital supplemental budget.

Legislation changes the calculation of the 5 percent emergency reserve requirement from a biennial amount to an annual amount. This change will produce an estimated \$138 million for the education construction account. These moneys may be used for K-12 or higher education construction. \$35 million is appropriated from the education construction account to the common school construction account.

1999-01 Revised Budget (2000 Supp)
Higher Education Coordinating Board
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	73.5	237,237	247,435
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Washington's Promise Scholarships	0.0	2,400	2,400
2. Future Teacher Cond Scholarship	0.8	1,000	1,000
3. Community Scholarships Matching Gr.	0.0	0	0
Total Policy Changes	0.8	3,400	3,400
1999-01 Revised Appropriations	74.2	240,637	250,835

Comments:

* **High Demand Enrollments** - The HECB may contract for as many as 50 more full-time equivalent students in the 2000-01 academic year using funds presently unallocated. This reinvestment of current funds permits the board to fund up to two more proposals it received from state community colleges seeking to expand undergraduate opportunities in fields of study where graduates are highly sought after by Washington employers.

1. Washington's Promise Scholarships - Additional funds are provided so students who qualify for a Promise Scholarship may receive an award that comes closer to full community college tuition this biennium, including home-schooled students. Any student finishing secondary studies in 2000 may qualify academically by taking the Scholastic Aptitude Test and scoring 1200 or higher on their first try.

2. Future Teacher Cond Scholarship - Funds are provided for college loans up to \$4,000 annually, on a demonstration basis, to encourage classified K-12 employees to become future teachers. The loan obligation can be repaid by teaching in a Washington K-12 school with shortened service requirements for those who teach in geographic or subject matter shortage areas as determined by the Superintendent for Public Instruction. The board will report to the Legislature and Governor about the impact of the demonstration project on decisions to enter the teaching profession and shortage areas by January of 2002.

3. Community Scholarships Matching Gr. - Makes available matching resources for community-based scholarships that are not likely to be used this year to any qualifying organization next year. The budget is reduced by \$130,000 in Fiscal Year 2000 and increased by the same amount in Fiscal Year 2001. This fiscal year adjustment is granted on a one-time basis and shall not carryforward for the 2001-03 biennium.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

University of Washington

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	17,439.7	650,906	2,711,104
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Olympic College 2+2 Transfer	0.0	-425	-425
2. Forensic Pathology Vacancy	0.0	0	-110
3. Enhanced Prescription Benefit	0.0	1	1
4. HB Trend and UMP Claims	0.0	623	630
5. Graduate Student Health Insurance	0.0	450	450
6. Commodity Internet Connectivity	0.0	375	375
7. Insurance Market Reform Assessments	0.0	17	17
Total Policy Changes	0.0	1,041	938
1999-01 Revised Appropriations	17,439.7	651,947	2,712,042

Comments:

Enrollments at the University of Washington branch campuses are projected to be below budget in Bothell and Tacoma. The Office of Financial Management is directed to hold and release state money as new FTE students appear in Bothell and Tacoma during the 2000-2001 academic year. Provisoed funds for students who do not enroll would lapse to the Education Savings Account at the close of the biennium.

1. Olympic College 2+2 Transfer - Current level funds and 30 full-time equivalent students for the Olympic College 2+2 program are transferred from the University of Washington to the State Board for Community and Technical Colleges. Olympic Community College will receive and apply these monies to expand or foster partnerships with accredited baccalaureate institution(s) so that upper division classes continue to be offered locally for place- and time-bound students on the Kitsap Peninsula. The partnership with the UW-Tacoma ended last summer.

2. Forensic Pathology Vacancy - One-time savings will accrue to the State Death Investigations Account due to a vacant position in the Forensic Pathology Program at the University of Washington (Death Investigations Account--State).

3. Enhanced Prescription Benefit - Funding is provided to increase the fiscal year 2001 employer funding rate for health benefits by \$0.02 for expanded prescription drug coverage in health plans offered by the Public Employees' Benefits Board.

4. HB Trend and UMP Claims - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the \$17.8 million used from the insurance account. Funding is provided to repay the \$17.8 million by June 30, 2001. Due to projected increases in managed care plan premiums and higher than expected claims in the state's self-insured Uniform Medical Plan (UMP), the Health Care Authority is projecting a \$16 million fund deficit by the end of the 1999-01 biennium, with zero balances in the UMP premium stabilization reserves. Funding is provided to partially address the projected shortfall. The Health Care Authority and the Public Employees' Benefits Board will consider increases in co-pays and employee premiums to address the remaining shortfall. If the premium trends for CY 2001 are 12 percent, as currently projected by the Health Care Authority, and if no other changes are made, the average monthly employee premium is projected to be \$26.50 or more beginning January 1, 2001.

5. Graduate Student Health Insurance - Fifty percent of funds necessary to maintain the current level of graduate appointee health insurance coverage is provided. The University is expected to allocate existing funds to provide the balance of funds to maintain current levels of coverage.

1999-01 Revised Budget (2000 Supp)
University of Washington

Wednesday, April 26, 2000
12:38 pm

6. Commodity Internet Connectivity - Funding is provided for campus use of the Internet. Federal funding is being discontinued due to general campus use that is beyond the type of telecommunications applications consistent with the mission of the National Science Foundation.

7. Insurance Market Reform Assessments - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased assessments on employee health plans provided through the Public Employees' Benefits Board. Funding is also provided for the state's self-insured Uniform Medical Plan (UMP) to pay the assessments; under current law, the UMP does not pay an assessment for the WSHIP.

1999-01 Revised Budget (2000 Supp)
Washington State University
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	5,507.6	380,566	787,015
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Air Pollution Control Fund Adjust	0.0	0	-149
2. Enhanced Prescription Benefit	0.0	1	1
3. HB Trend and UMP Claims	0.0	369	369
4. Boiler Replacement	0.0	0	3,600
5. Enrollment Adjustment '01	-12.3	-1,426	-2,109
6. Biotech Research	2.8	450	450
7. Insurance Market Reform Assessments	0.0	10	10
Total Policy Changes	-9.5	-596	2,172
1999-01 Revised Appropriations	5,498.1	379,970	789,187

Comments:

1. Air Pollution Control Fund Adjust - Funding is reduced due to the loss of revenue to the Air Pollution Control Account as a result of Initiative 695. (Air Pollution Control Account)

2. Enhanced Prescription Benefit - Funding is provided to increase the fiscal year 2001 employer funding rate for health benefits by \$0.02 for expanded prescription drug coverage in health plans offered by the Public Employees' Benefits Board.

3. HB Trend and UMP Claims - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the \$17.8 million used from the insurance account. Funding is provided to repay the \$17.8 million by June 30, 2001. Due to projected increases in managed care plan premiums and higher than expected claims in the state's self-insured Uniform Medical Plan (UMP), the Health Care Authority is projecting a \$16 million fund deficit by the end of the 1999-01 biennium, with zero balances in the UMP premium stabilization reserves. Funding is provided to partially address the projected shortfall. The Health Care Authority and the Public Employees' Benefits Board will consider increases in co-pays and employee premiums to address the remaining shortfall. If the premium trends for CY 2001 are 12 percent, as currently projected by the Health Care Authority, and if no other changes are made, the average monthly employee premium is projected to be \$26.50 or more beginning January 1, 2001.

4. Boiler Replacement - One-time funding is provided to support steam requirements of the Pullman campus in response to boiler failure and life safety problems that surfaced last summer. It is recognized that monies may be used to conduct an energy audit of the entire campus heating system to assess its viability and the need for modern upgrades. (Education Construction Account)

5. Enrollment Adjustment '01 - Enrollment growth for the 2000-01 academic year is reduced at the request of the University. The Pullman campus will be reduced by 100, the Spokane branch campus by 50 and the Vancouver branch campus by 50. The TriCities branch campus enrollment is adjusted to 616 without a reduction of funds to provide resources for meeting enrollment goals. (General Fund-State; Non-Appropriated Institutional Operating Fees Account)

6. Biotech Research - The University will develop biomedical research programs in Spokane. The research will contribute to the efforts of the Spokane Intercollegiate Research and Technology Institute (SIRTI) to provide economic development for eastern Washington through commercialization of ideas from higher education.

1999-01 Revised Budget (2000 Supp)
Washington State University

Wednesday, April 26, 2000
12:38 pm

7. Insurance Market Reform Assessments - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased assessments on employee health plans provided through the Public Employees' Benefits Board. Funding is also provided for the state's self-insured Uniform Medical Plan (UMP) to pay the assessments; under current law, the UMP does not pay an assessment for the WSHIP.

1999-01 Revised Budget (2000 Supp)
Eastern Washington University
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	1,151.6	84,965	152,636
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. HB Trend and UMP Claims	0.0	90	90
2. Enrollments EWU '01	3.8	482	741
3. Insurance Market Reform Assessments	0.0	2	2
Total Policy Changes	3.8	574	833
1999-01 Revised Appropriations	1,155.4	85,539	153,469

Comments:

1. HB Trend and UMP Claims - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the \$17.8 million used from the insurance account. Funding is provided to repay the \$17.8 million by June 30, 2001. Due to projected increases in managed care plan premiums and higher than expected claims in the state's self-insured Uniform Medical Plan (UMP), the Health Care Authority is projecting a \$16 million fund deficit by the end of the 1999-01 biennium, with zero balances in the UMP premium stabilization reserves. Funding is provided to partially address the projected shortfall. The Health Care Authority and the Public Employees' Benefits Board will consider increases in co-pays and employee premiums to address the remaining shortfall. If the premium trends for CY 2001 are 12 percent, as currently projected by the Health Care Authority, and if no other changes are made, the average monthly employee premium is projected to be \$26.50 or more beginning January 1, 2001.

2. Enrollments EWU '01 - Funds are provided to enroll 100 new full-time equivalent students at Eastern Washington University beginning in the 2000-2001 academic year. (General Fund-State, Nonappropriated Institutional Operating Fees Account)

3. Insurance Market Reform Assessments - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased assessments on employee health plans provided through the Public Employees' Benefits Board. Funding is also provided for the state's self-insured Uniform Medical Plan (UMP) to pay the assessments; under current law, the UMP does not pay an assessment for the WSHIP.

1999-01 Revised Budget (2000 Supp)
Central Washington University
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	1,037.1	86,363	155,536
Total Maintenance Changes	0.0	324	324
2000 Policy Changes:			
1. HB Trend and UMP Claims	0.0	96	96
2. Insurance Market Reform Assessments	0.0	3	3
Total Policy Changes	0.0	99	99
1999-01 Revised Appropriations	1,037.1	86,786	155,959

Comments:

Enrollments at Central Washington University are projected to be below budget. The Office of Financial Management is directed to hold and release state money as new, FTE students appear during the 2000-2001 academic year. Provisoed funds for students who do not enroll would lapse to the Education Savings Account at the close of the biennium.

1. HB Trend and UMP Claims - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the \$17.8 million used from the insurance account. Funding is provided to repay the \$17.8 million by June 30, 2001. Due to projected increases in managed care plan premiums and higher than expected claims in the state's self-insured Uniform Medical Plan (UMP), the Health Care Authority is projecting a \$16 million fund deficit by the end of the 1999-01 biennium, with zero balances in the UMP premium stabilization reserves. Funding is provided to partially address the projected shortfall. The Health Care Authority and the Public Employees' Benefits Board will consider increases in co-pays and employee premiums to address the remaining shortfall. If the premium trends for CY 2001 are 12 percent, as currently projected by the Health Care Authority, and if no other changes are made, the average monthly employee premium is projected to be \$26.50 or more beginning January 1, 2001.

2. Insurance Market Reform Assessments - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased assessments on employee health plans provided through the Public Employees' Benefits Board. Funding is also provided for the state's self-insured Uniform Medical Plan (UMP) to pay the assessments; under current law, the UMP does not pay an assessment for the WSHIP.

1999-01 Revised Budget (2000 Supp)
The Evergreen State College
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	633.5	46,592	81,623
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. WSIPP High School Study	0.0	100	100
2. WSIPP Child Welfare Study	0.0	258	258
3. WSIPP Health Care Studies	0.0	130	130
4. WSIPP State Library Study	0.0	75	75
5. HB Trend and UMP Claims	0.0	51	51
6. WSIPP Study Adjustment	0.0	-60	-60
7. Insurance Market Reform Assessments	0.0	1	1
Total Policy Changes	0.0	555	555
1999-01 Revised Appropriations	633.5	47,147	82,178

Comments:

1. WSIPP High School Study - One-time funding is provided for the Washington State Institute for Public Policy (WSIPP) to examine opportunities currently available to high school students. Information will be gathered on program attributes, student demographics and outcomes for high school programs including, but not limited to, college credit (advanced placement and running start), tech prep, distance learning and career pathways. Interim findings will be reported to the Legislature by next January, with a final report due by September 15, 2001.

2. WSIPP Child Welfare Study - One-time funding is provided for the Washington State Institute for Public Policy (WSIPP) to examine current issues in the child welfare system. The budget act provides specific direction about each element of the study which includes: (a) outcomes for Becca youth placed in secure crisis residential facilities or mandatory chemical dependency treatment; (b) barriers to improved educational attainment by children in long-term foster care; (c) best practices in the placement and funding of residential care for children, and (d) criteria, service level decisions and funding method for adoption support. Findings about residential care and adoption support will be reported to the Legislature by December 15, 2000. Findings about Becca youth and educational outcomes of children in long-term foster care will follow in a second report to the Legislature by December 15, 2001.

3. WSIPP Health Care Studies - One-time funding is provided for the Washington State Institute for Public Policy (WSIPP) to (a) analyze strategies for containing state health care expenditures, and (b) assess options for expanding Medicaid eligibility for people with disabilities who go to work.

4. WSIPP State Library Study - One-time funding is provided for the Washington State Institute for Public Policy (WSIPP) to examine the mission, programs and use of the state library. The Institute will provide recommendations about alternatives to improve services and opportunities to reduce costs by November 1, 2000.

5. HB Trend and UMP Claims - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the \$17.8 million used from the insurance account. The current rate would repay the \$17.8 million by the end of fiscal year 2003. Funding is provided to repay the \$17.8 million by June 30, 2001. Due to projected increases in managed care plan premiums and higher than expected claims in the state's self-insured Uniform Medical Plan (UMP), the Health Care Authority is projecting a \$16 million fund deficit by the end of the 1999-01 biennium, with zero balances in the UMP premium stabilization reserves. Funding is provided to partially address the projected shortfall. The Health Care Authority and the Public Employees' Benefits Board will consider increases in co-pays and employee premiums to address the remaining shortfall. If the premium trends for CY 2001 are 12 percent, as currently projected by the Health Care Authority, and if no other changes are made, the average monthly employee premium is projected to be \$26.50 or more beginning January 1, 2001.

1999-01 Revised Budget (2000 Supp)
The Evergreen State College

Wednesday, April 26, 2000
12:38 pm

6. WSIPP Study Adjustment - Because of the late start date of new programs for street youths to be studied by the Washington State Institute for Public Policy (WSIPP), research funding needs to be shifted so that six months of work is extended into fiscal year 2002.

7. Insurance Market Reform Assessments - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased assessments on employee health plans provided through the Public Employees' Benefits Board. Funding is also provided for the state's self-insured Uniform Medical Plan (UMP) to pay the assessments; under current law, the UMP does not pay an assessment for the WSHIP.

1999-01 Revised Budget (2000 Supp)
Western Washington University
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	1,607.5	109,565	219,430
Total Maintenance Changes	2.0	123	123
2000 Policy Changes:			
1. HB Trend and UMP Claims	0.0	116	116
2. Insurance Market Reform Assessments	0.0	3	3
Total Policy Changes	0.0	119	119
1999-01 Revised Appropriations	1,609.5	109,807	219,672

Comments:

Enrollments at Western Washington University were projected last fall to be below budget. The Office of Financial Management is directed to hold and release state money as new, FTE students appear during the 2000-2001 academic year. Provisoed funds for students who do not enroll would lapse to the Education Savings Account at the close of the biennium.

1. HB Trend and UMP Claims - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the \$17.8 million used from the insurance account. Funding is provided to repay the \$17.8 million by June 30, 2001. Due to projected increases in managed care plan premiums and higher than expected claims in the state's self-insured Uniform Medical Plan (UMP), the Health Care Authority is projecting a \$16 million fund deficit by the end of the 1999-01 biennium, with zero balances in the UMP premium stabilization reserves. Funding is provided to partially address the projected shortfall. The Health Care Authority and the Public Employees' Benefits Board will consider increases in co-pays and employee premiums to address the remaining shortfall. If the premium trends for CY 2001 are 12 percent, as currently projected by the Health Care Authority, and if no other changes are made, the average monthly employee premium is projected to be \$26.50 or more beginning January 1, 2001.

2. Insurance Market Reform Assessments - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased assessments on employee health plans provided through the Public Employees' Benefits Board. Funding is also provided for the state's self-insured Uniform Medical Plan (UMP) to pay the assessments; under current law, the UMP does not pay an assessment for the WSHIP.

1999-01 Revised Budget (2000 Supp)
Community/Technical College System
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	13,562.4	942,051	1,505,015
Total Maintenance Changes	0.0	665	79
2000 Policy Changes:			
1. Expand Distance Learning	4.0	750	750
2. Olympic College 2+2 Transfer	0.0	425	425
3. Enhanced Prescription Benefit	0.0	2	2
4. HB Trend and UMP Claims	0.0	893	893
5. Roof Replacement	0.0	0	1,000
6. Facilities Maintenance & Operations	1.2	433	433
7. Cascadia Phase II - M&O	0.0	225	225
8. Students With Disabilities	0.0	500	500
9. Insurance Market Reform Assessments	0.0	24	24
Total Policy Changes	5.2	3,252	4,252
1999-01 Revised Appropriations	13,567.6	945,968	1,509,346

Comments:

1. Expand Distance Learning - Funding is provided for the one-time acquisition of computer hardware and programming services to lay the foundation for a one-stop distance learning system that students can use to search for available classes and complete other admissions tasks.

2. Olympic College 2+2 Transfer - Current level funds and 30 full-time equivalent students for the Olympic College 2+2 program are transferred from the University of Washington to the State Board for Community and Technical Colleges. Olympic Community College will receive and apply these monies to expand or foster partnerships with accredited baccalaureate institution(s) so that upper division classes continue to be offered locally for place- and time-bound students on the Kitsap Peninsula. The partnership with the UW-Tacoma ended last summer. Any fiscal year adjustments the Board might grant to accommodate Olympic College this biennium shall not carryforward for the 2001-03 biennium.

3. Enhanced Prescription Benefit - Funding is provided to increase the fiscal year 2001 employer funding rate for health benefits by \$0.02 for expanded prescription drug coverage in health plans offered by the Public Employees' Benefits Board.

4. HB Trend and UMP Claims - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the \$17.8 million used from the insurance account. Funding is provided to repay the \$17.8 million by June 30, 2001. Due to projected increases in managed care plan premiums and higher than expected claims in the state's self-insured Uniform Medical Plan (UMP), the Health Care Authority is projecting a \$16 million fund deficit by the end of the 1999-01 biennium, with zero balances in the UMP premium stabilization reserves. Funding is provided to partially address the projected shortfall. The Health Care Authority and the Public Employees' Benefits Board will consider increases in co-pays and employee premiums to address the remaining shortfall. If the premium trends for CY 2001 are 12 percent, as currently projected by the Health Care Authority, and if no other changes are made, the average monthly employee premium is projected to be \$26.50 or more beginning January 1, 2001.

5. Roof Replacement - Funding is provided to restore failing roof systems at Columbia Basin College. (Education Construction Account)

1999-01 Revised Budget (2000 Supp)
Community/Technical College SystemWednesday, April 26, 2000
12:38 pm

6. Facilities Maintenance & Operations - Funds are provided to maintain facilities financed with certificates of participation that were considered and approved by the Legislature in prior budgets. State support assumes that current year operating expenses for COP projects have been met, and the State Board for Community and Technical Colleges will redirect available resources (\$334,000 per year) to meet the M&O expenses of other local capital projects not recognized here.

7. Cascadia Phase II - M&O - Funds are provided to maintain 36,000 square feet of new space on the Cascadia College campus. Occupancy of the Phase II facilities will be possible as early as July 2000, a year ahead of schedule.

8. Students With Disabilities - Additional funding is provided to meet emergent needs by the Community and Technical Colleges for services to assist students with disabilities. Current expenditures are approximately \$1.5 million per year.

9. Insurance Market Reform Assessments - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased assessments on employee health plans provided through the Public Employees' Benefits Board. Funding is also provided for the state's self-insured Uniform Medical Plan (UMP) to pay the assessments; under current law, the UMP does not pay an assessment for the WSHIP.

1999-01 Revised Budget (2000 Supp)
State School for the Blind
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	77.0	7,992	8,636
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Teacher Training Days	0.0	44	44
2. Salary Correction	0.0	69	69
3. Training and support	0.0	104	104
Total Policy Changes	0.0	217	217
1999-01 Revised Appropriations	77.0	8,209	8,853

Comments:

1. Teacher Training Days - Funding is provided for three annual teacher training days that were funded last session for public schools in the state but not the Schools for the Deaf and Blind.

2. Salary Correction - Funding is provided for a 3 percent salary increase, to bring salaries up to the same level as in public schools in the district. Public school teachers received a 3 percent salary increase last year, and salary parity at the School for the Blind is legally mandated in RCW 72.40.028.

3. Training and support - Funding is provided to implement Substitute Senate Bill 6361, which increases training requirements for students, staff, and teachers at the School.

1999-01 Revised Budget (2000 Supp)
State School for the Deaf
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	129.0	13,390	13,390
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Teacher Training Days	0.0	56	56
2. Salary Correction	0.0	77	77
3. Training and support	0.0	176	176
Total Policy Changes	0.0	309	309
1999-01 Revised Appropriations	129.0	13,699	13,699

Comments:

1. Teacher Training Days - Funding is provided for three annual teacher training days that were funded last session for public schools in the state but not the Schools for the Deaf and Blind.

2. Salary Correction - Funding is provided for a 3 percent salary increase, to bring salaries up to the same level as in public schools in the district. Public school teachers received a 3 percent salary increase last year, and salary parity at the School for the Blind is legally mandated in RCW 72.40.028.

3. Training and support - Funding is provided to implement Substitute Senate Bill 6361, which increases training requirements for students, staff, and teachers at the School.

1999-01 Revised Budget (2000 Supp)
Work Force Trng & Educ Coord Board
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	23.7	2,247	37,151
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Closing the Skills Gap	0.0	600	600
Total Policy Changes	0.0	600	600
1999-01 Revised Appropriations	23.7	2,847	37,751

Comments:

1. Closing the Skills Gap - Funding is provided for grants to local workforce development councils that will help close the skills gap facing Washington's industries. Facilitators will bring businesses, labor organizations, and/or industry associations together into industry skills panels that will identify skills gaps in their industry and develop training curriculums that will provide the education needed by workers to fill those gaps. Expenditure of these funds requires a 50 percent cash or in-kind match from the industries involved in the skills panels. (General Fund-State)

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

State Library
(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	136.1	16,598	25,457
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Facility Lease	0.0	120	120
Total Policy Changes	0.0	120	120
1999-01 Revised Appropriations	136.1	16,718	25,577

Comments:

1. Facility Lease - Funding is provided for the lease of a facility off-site for computer staff and equipment, in order to reduce crowding at the Library and safeguard computer equipment from high room temperatures. (General Fund-State)

1999-01 Revised Budget (2000 Supp)
Washington State Arts Commission
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	17.9	4,876	5,876
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. National Endowment for the Arts	0.0	0	20
2. Strategic Planning Process	0.0	0	25
Total Policy Changes	0.0	0	45
1999-01 Revised Appropriations	17.9	4,876	5,921

Comments:

1. National Endowment for the Arts - In fiscal year 2001, the National Endowment for the Arts will increase its funding of the Commission. (General Fund-Federal)

2. Strategic Planning Process - The Commission successfully raised private funds to support the strategic planning process, which will be completed by June 30, 2000. Completion of the strategic plan is necessary for the release of additional state funds in FY 2001. (General Fund-Local)

1999-01 Revised Budget (2000 Supp)
Washington State Historical Society
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	53.6	5,307	6,840
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Skamania Historical Society	0.0	200	200
2. History Lab	1.0	145	145
Total Policy Changes	1.0	345	345
1999-01 Revised Appropriations	54.6	5,652	7,185

Comments:

1. Skamania Historical Society - One-time funds are provided through the Skamania Historical Society for the Columbia Gorge Interpretive Center to maintain current services. (General Fund-State)

2. History Lab - Funding is provided for two FTE staff for an internet state history program for K-12 students and teachers. This funding enables the Society to realize \$1.9 million in grants and donations for the History Lab. (General Fund-State)

1999-01 Revised Budget (2000 Supp)
Bond Retirement and Interest
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	1,108,747	1,268,839
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Update Projected Debt Serv Payments	0.0	9,429	27,024
2. Debt Service Adjustment	0.0	0	0
Total Policy Changes	0.0	9,429	27,024
1999-01 Revised Appropriations	0.0	1,118,176	1,295,863

Comments:

1. Update Projected Debt Serv Payments - Funding is provided to address increased debt service payments due to interest rate changes. (General Fund - State, Other Funds)

2. Debt Service Adjustment - Debt service payments are shifted from fiscal 2001 to fiscal 2000 to accommodate the I-601 expenditure limit.

1999-01 Revised Budget (2000 Supp)
Special Approps to the Governor
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	0.0	27,165	74,403
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Shoreline Block Grants	0.0	0	5,000
2. Extraordinary Crim Just Costs	0.0	0	-140
3. FDA Excess Funds Distribution	0.0	0	10,000
4. K-20 Network	0.0	-1,800	-1,800
5. Electronic Commerce	0.0	0	10,000
6. Multimodal Account Funding	0.0	50,000	50,000
7. RTA Rail Maintenance Facility	0.0	12,700	12,700
8. Sound Transit Assistance	0.0	15,000	15,000
9. Ferry Assistance	0.0	20,000	20,000
10. Lawsuits/Judicial Rulings	0.0	3,488	4,376
11. Agricultural Trust Management	0.0	0	121
12. Year 2000 Pool Reduction	0.0	-1,534	-1,534
13. Local Government Assistance	0.0	101,922	135,106
14. Transit Assistance	0.0	80,000	80,000
15. Midwifery Program Shortfall	0.0	73	73
Total Policy Changes	0.0	279,849	338,902
1999-01 Revised Appropriations	0.0	307,014	413,305

Comments:

1. Shoreline Block Grants - Funding is provided for block grants to cities and counties for the acquisition of less than fee simple interests in shoreline parcels. \$1.5 million of the total is provided for a pilot program in Skagit County to implement an agricultural riparian buffer plan. (Salmon Recovery Account)

2. Extraordinary Crim Just Costs - Funding authority is reduced by \$690,000 to reflect unrealized reimbursement costs for the adjudication of an aggravated murder case in Okanogan County. In addition, Fiscal Year 2001 funding of \$550,000 is provided for assistance to Franklin County, Cowlitz County, and Thurston County for extraordinary criminal justice costs incurred in the adjudication of aggravated homicide cases, based on the recommendations of the Office of Public Defense developed pursuant to Chapter 303, Laws of 1999. The additional funding lapses on January 1, 2001. (Public Safety and Education - State)

3. FDA Excess Funds Distribution - One-time authority is provided to the Department of Natural Resources to distribute excess funds from the Forest Development Account. Funds distributed to the state shall be placed in the Salmon Recovery Account. (Forest Development Account -- State)

4. K-20 Network - Funding for the K-20 Technology Network is adjusted to reflect the lower cost of recently negotiated contracts.

5. Electronic Commerce - Funding is provided for the implementation of the Digital Government initiative. Specifically, the funding will allow applications for master business licenses to be filed over the Internet and will support the development of additional on-line services through a common state infrastructure system. Funding is provided in this manner to facilitate consideration of multiple small individual project requests. (Master License Account, Electronic Commerce Revolving Account, Data Processing Revolving Account)

6. Multimodal Account Funding - Based on current revenue projections, the Transportation Fund will not have the revenues necessary to make the last two Motor Vehicle Excise Tax (MVET) distributions to public transportation systems. Funding is provided to the Transportation Fund from the general fund to partially offset this liability. The balance will come from various other

Special Approps to the Governor

7. RTA Rail Maintenance Facility - Funding is provided from the general fund to the multimodal transportation account for the Sound Transit (Regional Transit Authority) rail maintenance facility in fiscal 2001.

8. Sound Transit Assistance - Financial assistance is provided to Sound Transit regional transit authority.

9. Ferry Assistance - On-going General Fund support is provided to the Puget Sound Ferry Operations Account.

10. Lawsuits/Judicial Rulings - Funding is provided for the following one-time legal costs and settlements: \$24,000 is provided to the Citizens' Commission on Salaries for Elected Officials for legal costs related to a lawsuit; \$200,000 is provided to the Military Department for legal defense costs related to claims of property damage caused by the release of flood waters from dams during the 1996 storm events (funding for the payment of any judgments or settlements is deferred); and \$4,152,000 is provided to the Department of Personnel for the settlement of a 1991 lawsuit (Warner versus State of Washington). (General Fund - State, Salary and Insurance Increase Revolving Account, Disaster Response Account)

11. Agricultural Trust Management - The 1999 Legislature created the Agricultural College Trust Management Account in the state treasury. Funds previously deposited to the Resource Management Cost Account from the proceeds of the sale of resources from agricultural college trust lands were moved into the new account. Additional funds credited to the sale of resources from agricultural college trust lands are made to the Agricultural College Trust Lands Management Account. (Resource Management Cost Account-State)

12. Year 2000 Pool Reduction - The Year 2000 pool was created to target funds for agencies to mitigate problems and issues arising from the Year 2000 date change. Appropriation authority is reduced to reflect actual allocations made from the Year 2000 pool and projected unspent moneys.

13. Local Government Assistance - Funding is provided to assist local jurisdictions in addressing the financial impacts of Initiative 695. Amounts of \$21.7 million for fiscal year 2000 and \$44.6 million for fiscal year 2001 are provided to cities. For counties, \$11.9 million and \$23.7 million are provided in fiscal years 2000 and 2001, respectively. For county health departments and public health districts, \$11.1 million for fiscal year 2000 and \$22.1 million for fiscal year 2001 of the Health Services Account are provided for public health purposes. (General Fund - State, Health Services Account)

14. Transit Assistance - State funding is provided to help local transit districts to continue services. A one-time amount of \$80 million is distributed to public transportation systems.

15. Midwifery Program Shortfall - A General Fund--State appropriation is provided for deposit to the Health Professions Account to cover a revenue shortfall in the midwifery certification program in the Department of Health.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

Sundry Claims

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	0.0	0	0
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Self-Defense Claims	0.0	215	215
Total Policy Changes	0.0	215	215
1999-01 Revised Appropriations	0.0	215	215

Comments:

1. Self-Defense Claims - On the recommendation of the Division of Risk Management, payment is made under RCW 9A.16.110 for claims for reimbursement of legal costs and other expenses of criminal defendants acquitted on the basis of self-defense. The appropriation reflects the February 11, March 9, and April 25, 2000, updated transmittals from the Division of Risk Management.

1999-01 Revised Budget (2000 Supp)
Other Appropriations
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	0	0
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Efficiency Savings	0.0	-3,647	-13,408
Total Policy Changes	0.0	-3,647	-13,408
1999-01 Revised Appropriations	0.0	-3,647	-13,408

Comments:

1. Efficiency Savings - The Office of Financial Management is directed to reduce state agency appropriations according to the LEAP Committee document entitled "1999-01 Efficiency Reductions." Excluded from the reductions are the Parks and Recreation Commission and the Department of Corrections. (General Fund-State, Efficiency Savings Account)

1999-01 Revised Budget (2000 Supp)
State Employee Compensation Adjust
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

		Legislative Budget	
	FTEs	GF-S	Total
1999-01 Original Appropriations	0.0	160,547	350,457
Total Maintenance Changes	0.0	71	326
2000 Policy Changes:			
1. 1998 Pension Valuation Savings	0.0	-13,033	-26,597
2. Plan 2 Pension System Enhancements	0.0	9,302	20,884
3. PERS 3 Implementation Costs	0.0	598	1,220
4. Enhanced Prescription Benefit	0.0	6	13
5. Additional Step for RNs	0.0	800	1,200
6. HB Trend and UMP Claims	0.0	2,661	5,518
7. Insurance Market Reform	0.0	72	150
Total Policy Changes	0.0	406	2,388
1999-01 Revised Appropriations	0.0	161,024	353,171

Comments:

1. 1998 Pension Valuation Savings - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the current Public Employees' Retirement System employer rate will be reduced from 4.41 percent of salary to 3.58 percent and the Teachers' Retirement System employer rate will be reduced from 8.49 percent to 6.03 percent. (General Fund-State, General Fund-Federal, General Fund-Private/Local, Other Funds)

2. Plan 2 Pension System Enhancements - Funding is provided for the reduction of Plan 2 and Plan 3 early retirement reduction factors, as provided in SSB 6530. Members who have attained the age of 55 and have completed 30 service credit years would be provided an opportunity to elect an early retirement with a benefit that is reduced a flat 3 percent per year for each year the individual is under age 65. (General Fund-State, General Fund-Federal, General Fund-Private/Local, Other Funds)

3. PERS 3 Implementation Costs - The creation of an optional Public Employees' Retirement System (PERS) Plan 3 in SSB 6530 will require more than \$10 million in implementation costs by the Department of Retirement Systems (DRS) during the 2001-03 biennium. These are funded from the DRS administrative expense fund, which is charged against all salaries reported for members of the various state retirement systems. The DRS expense fund rate will be increased by 0.04 percent of pay on May 2000 to provide funding for PERS Plan 3 implementation costs. (General Fund-State, General Fund-Federal, General Fund-Private/Local, Other Funds)

4. Enhanced Prescription Benefit - Funding is provided to increase the fiscal year 2001 employer funding rate for health benefits by \$0.02 for expanded prescription drug coverage in health plans offered by the Public Employees' Benefits Board. (General Fund-State, General Fund-Federal, and Salary and Insurance Increase Revolving Account)

5. Additional Step for RNs - Funding is provided for adding an additional step or steps for specific registered nurse job classes used in state mental hospitals, DD facilities, correctional facilities, and other similar state institutional settings. Funding is contingent upon Washington personnel resources board review and approval that the additional step or steps will improve recruitment and retention of nurses at Western State Hospital and McNeil Island Correctional Facility. (General Fund - State; General Fund - Federal)

1999-01 Revised Budget (2000 Supp)
State Employee Compensation Adjust

6. HB Trend and UMP Claims - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the \$17.8 million used from the insurance account. Funding is provided to repay the \$17.8 million by June 30, 2001. Due to projected increases in managed care plan premiums and higher than expected claims in the state's self-insured Uniform Medical Plan (UMP), the Health Care Authority is projecting a \$16 million fund deficit by the end of the 1999-01 biennium, with zero balances in the UMP premium stabilization reserves. Funding is provided to partially address the projected shortfall. The Health Care Authority and the Public Employees' Benefits Board will consider increases in co-pays and employee premiums to address the remaining shortfall. If the premium trends for CY 2001 are 12 percent, as currently projected by the Health Care Authority, and if no other changes are made, the average monthly employee premium is projected to be \$26.50 or more beginning January 1, 2001. (General Fund-State, General Fund-Federal, General Fund-Local, and Salary and Insurance Increase Revolving Account)

7. Insurance Market Reform - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased assessments on employee health plans provided through the Public Employees' Benefits Board. Funding is also provided for the state's self-insured Uniform Medical Plan (UMP) to pay the assessments; under current law, the UMP does not pay an assessment for the WSHIP. (General Fund-State, General Fund-Federal, General Fund-Local, and Salary and Insurance Increase Revolving Account)

1999-01 Revised Budget (2000 Supp)
Contributions to Retirement Systems
(Dollars in Thousands)

Wednesday, April 26, 2000
12:38 pm

	FTEs	Legislative Budget GF-S	Total
1999-01 Original Appropriations	0.0	49,870	49,870
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. 1998 Valuation Pension Savings	0.0	-1,722	-1,722
2. LEOFF 2 Benefit Improvements	0.0	3,564	3,564
Total Policy Changes	0.0	1,842	1,842
1999-01 Revised Appropriations	0.0	51,712	51,712

Comments:

1. 1998 Valuation Pension Savings - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Funding is adjusted to reflect the decrease in the state contribution rate for the Law Enforcement Officers' and Fire Fighters' retirement system (LEOFF). Starting May 1, 2000, the LEOFF state rate will be reduced from the current 2.35 percent of salary to 2.16 percent.

2. LEOFF 2 Benefit Improvements - Funding is provided to increase the state contribution for the Law Enforcement Officers' and Fire Fighters' retirement system (LEOFF) Plan 2 to fund the supplemental contribution rate required for the reduction in the LEOFF 2 retirement age from 55 to 53, and the 3 percent early retirement reduction factor for retirement between age 50 and 53, as provided in ESSB 6530. Beginning September 1, 2000, the state contribution for LEOFF 2 will be 2.71 percent.

1999-01 Revised Budget (2000 Supp)

Wednesday, April 26, 2000

12:38 pm

Other Legislation

(Dollars in Thousands)

	Legislative Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	0.0	7,000	7,000
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Telecommunication contractors(5802)	0.0	0	1,408
Total Policy Changes	0.0	0	1,408
1999-01 Revised Appropriations	0.0	7,000	8,408

Comments:

1. Telecommunication contractors(5802) - Second Substitute Senate Bill 5802 requires that a telecommunications contractor is licensed to install or maintain a telecommunications system. Permits and inspections are required for most non-residential installations. An appropriation is made to the Department of Labor and Industries for licensing and regulation activities.

Table of Contents

Page	Agy	Pgm	Title
1	011		House of Representatives
2	012		Senate
3	014		Joint Legislative Audit & Review Committee
4	045		Supreme Court
5	048		Court of Appeals
6	055		Administrator for the Courts, Office of the
7	056		Public Defense, Office of
8	075		Governor, Office of the
9	080		Lieutenant Governor, Office of the
10	082		Public Disclosure Commission
11	085		Secretary of State, Office of the
12	090		Treasurer, Office of the State
13	099		Salaries for Elected Officials, Citizens' Commission on
14	100		Attorney General, Office of the
15	101		Caseload Forecast Council
16	103		Community, Trade, & Economic Development, Department of
18	105		Financial Management, Office of
19	117		Gambling Commission, Washington State
20	124		Retirement Systems, Department of
21	126		Investment Board, State
22	144		Municipal Research Council
23	150		General Administration, Department of
24	155		Information Services, Department of
25	160		Insurance Commissioner, Office of
26	165		Accountancy, State Board of
27	195		Liquor Control Board, Washington State
28	215		Utilities and Transportation Commission
29	245		Military Department
30	550		Convention and Trade Center, State
31	107		Health Care Authority, Washington State
33	120		Human Rights Commission
34	227		Criminal Justice Training Commission, Washington State
35	235		Labor & Industries, Department of
36	303		Health, Department of
37	305		Veterans' Affairs, Department of
38	310		Corrections, Department of
40	325		Sentencing Guidelines Commission
41	540		Employment Security, Department of
42	300	010	DSHS - Children & Family Services
44	300	020	DSHS - Juvenile Rehabilitation
45	300	030	DSHS - Mental Health
47	300	040	DSHS - Developmental Disabilities
48	300	050	DSHS - Long-Term Care Services
50	300	060	DSHS - Economic Services
52	300	070	DSHS - Alcohol & Substance Abuse
53	300	080	DSHS - Medical Assistance Payments
55	300	100	DSHS - Vocational Rehabilitation
56	300	110	DSHS - Administration & Supporting Services
57	300	145	DSHS - Payments to Other Agencies
58	461		Ecology, Department of

Table of Contents

Page	Agy	Pgm	Title
60	465		Parks and Recreation Commission, State
61	467		Outdoor Recreation, Interagency Committee for
62	471		Conservation Commission, State
63	477		Fish and Wildlife, Department of
65	490		Natural Resources, Department of
67	495		Agriculture, Department of
68	225		State Patrol, Washington
70	240		Licensing, Department of
71	350	010	Public Schools - OSPI & Statewide Programs
73	350	021	Public Schools - General Apportionment
74	350	022	Public Schools - Pupil Transportation
75	350	025	Public Schools - School Food Services
76	350	026	Public Schools - Special Education
77	350	027	Public Schools - Traffic Safety Education
78	350	028	Public Schools - Educational Service Districts
79	350	029	Public Schools - Levy Equalization
80	350	032	Public Schools - Elementary & Secondary School Improvement
81	350	035	Public Schools - Institutional Education
82	350	045	Public Schools - Education of Highly Capable Students
83	350	055	Public Schools - Education Reform
84	350	060	Public Schools - Transitional Bilingual Instruction
85	350	061	Public Schools - Learning Assistance Program (LAP)
86	350	074	Public Schools - Block Grants
87	350	714	Public Schools - Compensation Adjustments
88	350	BSF	Public Schools - Better Schools Program
89	350	CSC	Public Schools - Common School Construction
90	343		Higher Education Coordinating Board
91	360		University of Washington
93	365		Washington State University
95	370		Eastern Washington University
96	375		Central Washington University
97	376		The Evergreen State College
99	380		Western Washington University
100	699		Community & Technical College System
102	351		School for the Blind, State
103	353		School for the Deaf, State
104	354		Work Force Training & Education Coordinating Board
105	385		State Library
106	387		Arts Commission, Washington State
107	390		Historical Society, Washington State
108	010		Bond Retirement & Interest
109	076		Special Appropriations to the Governor
111	707		Sundry Claims
112	710		Other Appropriations
113	713		Employee Compensation Adjustments, State
115	740		Retirement Systems, Contributions to
116	OTH		Other Legislation